1 Paul Morantz 2 P.O. Box 511 3 (213) 459-47454 5 6 7 8 9 10 CHURCH OF SCIENTOLOGY OF CALIFORNIA 11 Plaintiff, 12 VS. 13 GERALD ARMSTRONG, ET AL 14 Defendant. 15 16 17

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A PROFESSIONAL CORPORATION Pacific Palisades CA 90272

Attorney for Defendant

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES

NOTICE OF MOTION FOR AN ORDER THAT PLAINTIFFS RETURN TO THE COURT AND/OR MAKE AVAILABLE FOR INSPECTING AND COPYING ALL EXHIBITS AND OTHER DOCUMENTS REMOVED FROM THE HEREIN FILE; AND AN ORDER TO ALLOW COPYING AND INSPECTION OF EXHIBITS 500-5K, 500-5L, 500-50, 500-5P, 500-60; SANCTIONS AGAINST PLAINTIFFS AND THEIR COUNSEL

CASE NO. C 420153

TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:

PLEASE TAKE NOTICE that on February 21, 1989, in DEPT 56 of the above entitled court, located at 111 N. Hill St., Los Angeles, Calif., at 9a.m. or as soon thereafter as the matter may be heard, Plaintiff will move the court for an order that Plaintiffs return to the court and/or make available for inspecting and copying all exhibits and other documents removed from the herein copying all exhibits and other documents removed from the herein file, and an order to allow copying and inspection of exhibits 500-5K, 500-5L, 500-50, 500-5P, 500-60; sanctions against Plaintiffs and their counsel.

Said motion shall be based upon the attached declaration(s), points and authorities, the file, and such evidence and argument to be given.

Respectfully Submitted,

DATE: 1-26-89

PAUL MORANTZ

1 Paul Morantz A PROFESSIONAL CORPORATION 2 P.O. Box 511 Pacific Palisades CA 90272 3 (213) 459-4745 4 5 Attorney for Defendant 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 FOR THE COUNTY OF LOS ANGELES 10 CASE NO. C 420153 CHURCH OF SCIENTOLOGY OF CALIFORNIA 11 Plaintiff, POINTS & AUTHORITIES FOR 12 NOTICE OF MOTION FOR AN ORDER vs. 13 THAT PLAINTIFFS GERALD ARMSTRONG, ET AL RETURN TO THE COURT 14 AND/OR MAKE AVAILABLE Defendant. FOR INSPECTING AND 15 COPYING ALL EXHIBITS AND OTHER DOCUMENTS 16 REMOVED FROM THE HEREIN FILE; AND AN ORDER TO 17 ALLOW COPYING AND INSPECTION OF EXHIBITS 18 500-5K, 500-5L, 500-50, 500-5P, 500-60; SANCTIONS 19 AGAINST PLAINTIFFS AND THEIR COUNSEL 20 21 22 23 24 25

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POINTS AND AUTHORITIES

I. MISSING EXHIBITS A. INTRODUCTION

- Attached as Exh. A hereto is a "Stipulation for Return of Sealed Materials and Exhibits" signed by all parties and filed on December 11, 1986 allowing all documents turned over to the court and all documents and items entered into evidence or marked for identification to be released to the Church of Scientology of California or its attorney of record.
- 2. Based upon said stipulation, the court ordered compliance except for certain exhibits subpoened by the United States (Exh. B).
- This was pursuant to a joint stipulation of dismissal and order of dismissal collectively marked as Exh. C.
- Exh. C refers to dismissal of the cross complaint and a 4. "mutual release of all claims in the settlement agreement."
- 5. What is important to note is that the exhibits and documents were offered into evidence in trial of the complaint.
- Of interest, the settlement agreement was supposed to be filed with the court under seal, but a later telephone call resulted in a minute order that Plaintiffs had not complied with the same, and additional release of exhibits was withheld (Exh. D collectively).
- Receipts for Exhibits showing the same had been turned over to attorneys John Peterson and Timothy Bowles, and other Scientology counsel are collectively marked as Exh. E.
- 8. Plaintiffs then tried to set aside the judgment on the complaint by stipulation (Exh. F) but the same was denied by the court (Exh. G).

- 9. After Judge Breckenridge allowed the return of the exhibits and documents pursuant to stipulation and settlement of the parties a Notice of Appeal was filed by Plaintiffs on February 9, 1987. Said Appeal states "...it is appealing the judgment herein filed on August 10, 1984...only from so much of these orders and judgment which denied damages to Plaintiff and Plaintiff Intervenor on their complaints..." (Exh. I).
- 10. Recently, Plaintiffs have filed a writ with the Appellate Court seeking stay of orders of this court allowing inspection of the file by Intervenor Corydon. In the Motion to allow inspection, one of the grounds Mr. Corydon had argued was that the judgment in the herein case on the complaint would have collateral estoppel effect with his Church of Scientology related litigation. In the writ, Plaintiffs argued there would be no collateral estoppel effect because an appeal was pending (Exh. J).

B. EXHIBITS MAY NOT BE REMOVED FROM A COURT FILE WHILE APPEAL IS PENDING

- 11. CCP 1952.2 states that when a judgment becomes final...unless an appeal is pending, the court...may order the clerk to return all of the exhibits and depositions introduced or filed in the trial of a civil action...to the attorneys for the parties.
- 12. CCP 1952.3 allows the court to destroy documents or dispose of any exhibit "if appeal has not been taken from a

While the settlement agreement was ordered to be filed with the court, it is not in the court file. We attach as Exh. H of a copy of the settlement which may have led Judge Breckenridge to conclude that all actions, complaint, and cross complaint were settled.

decision of the court."

- 13. The latter only allows the same to occur after five years after judgment has become "final." If the file is sealed an additional two years is added.
- 14. It is a crime under Government Code 6201 to take public records². People v. McKenna, 116 Cal.App.3rd 207.
- 15. McKenna stated that court files are public documents in the custody of the County Clerk.
- 16. "The filing of a document imports that it is thereby placed in the custody of a public official to be <u>preserved</u> by him for public use. Because for a season its value is best conserved by maintaining its confidential character by excluding the public gaze, it becomes no less public record." <u>Vallejos v. California Highway Patrol</u>, 89 Cal.App.3rd 781, 849; 152 CR846.

C. RELIEF

17. As stated in <u>Vallejos</u>, supra, these documents are for "public use" and such is not lost because of any confidential order that at one time excluded public gaze. And as stated in the above citations of CCP 1952.2, 1952.3, the conditions allowing the removal of these exhibits was not present due to the fact that Plaintiffs have appealed the decision of the court denying their relief on their complaint for which these exhibits were marked and/or entered³. The public has a right to view

² Here, Judge Breckenridge was shown a settlement purporting to settle all claims. Judge Breckenridge had made the order allowing the removal of documents. After the fact, Plaintiffs filed an appeal which made their action of taking the documents contrary to law.

The cross complaint was severed from the complaint herein and the complaint went to trial resulting in the adverse judgment against Plaintiffs.

these documents. <u>Coalition Against Police Abuse v. Superior</u>
Court, 216 CR 614.

18. Therefore it is respectfully requested the court order that all such exhibits and documents removed from this file be returned forthwith by Plaintiff and/or made available for copying and inspection by Intervenor Bent Corydon pursuant to the orders heretofor made by this court and subject to the current orders from the Court of Appeal.

II. EXISTING EXHIBITS A. INTRODUCTION

- 19. Following the granting of Bent Corydon's motion to inspect the file, this court, upon motion of Plaintiffs, amended its order on November 30, 1988 to exclude exhibits 500-5K, 500-5L, 500-50, 500-5P, and 500-60 (referred to hereafter as exhibits).
- 20. The court order (Exh. K) stated "...that the above designated documents were without prejudice to a further motion specifically directed to these documents in connection with discovery in the other case."
- 21. At the hearing, the court ordered that the above documents were not confidential (transcript, Exh. L, page 6, nor confidential) and noted if relevant they would have to be produced (transcript, Exh. L, page 8).
 - 22. The court stated (transcript, Exh. L, page 10):

"If you make a request to which these documents are responsive, then they will identify those documents. And ultimately if you believe they are not being candid about it, you can file a motion and say, 'here's our request...They said none of these documents are relevant...' and then I'll review it and

find out."

23. The court further stated (transcript, Exh. L, page 12-13):

"You can give them discovery on the subjects of your lawsuit. And I'm saying right now that they are required in answering all of your discovery to indicate whether or not any of these five documents are responsive to your discovery request. And if they so indicate that these documents or one or two of them or whatever are responsive, then you'll be able to make a discreet motion with regard to those documents. If they indicate that, no, none of these documents are responsive to any of your discovery, then you may make a motion, if you're so inclined, to have the court review those documents to determine whether or not they have truthfully responded to your discovery."

B. RELEVANCE

- 24. This court has noted preliminary that said documents relate to letters from L. Ron Hubbard and letters relating to the Hubbard Exploration Company, and others (transcript Exh. L, page 7).
- 25. The complaints of Heber Jentzsch and John Carmichael against Bent Corydon are attached as Exh. D to the original Motion of Bent Corydon to Unseal the File, scheduled for November 9, 1988.
- 26. As set forth therein, intervenor Corydon has been sued for stating his opinion that Heber Jentzsch and John Carmichael, both alleged Presidents of Scientology Corporations, were liars.
- 27. While we are sure the court is now familiar with the decision on the complaint in the herein action, we attach as Exh.

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M the Appendix to the decision (the Minute Order making the Memorandum of the intended decision the court's decision is attached as Exh. N) which indicates that many lies were perpetrated by Scientology, including destroying all documents showing Hubbard controlled the organization. More important, it was found that in 1980 Defendant Armstrong was selected by Scientology to be a researcher for the L. Ron Hubbard Official Biography. Having access to Scientology documents, and reviewing the same, Armstrong then discovered that Plaintiffs "had continuously lied about Hubbard's past, his credentials, and his accomplishments." Armstrong brought this to Plaintiffs attention and attempted to make accurate the various representations about Hubbard's life and accomplishments. This occurred in 1981. Armstrong instead, was placed on the E meter, subjected to a "security check." Realizing that the organization "would not work with him to correct the numerous fraudulent representations made to followers of Scientology and the public about L. Ron Hubbard and the organization itself," Armstrong left.

28. In 1983, two years after Armstrong advised Plaintiffs concerning their fraudulent representations of L. Ron Hubbard, and after Hubbard's son did a story concerning the truth in "Penthouse," Heber Jentzsch wrote his own article on L. Ron Hubbard in "Penthouse" repeating the false and fraudulent representations (so found by Judge Breckenridge) concerning L. Ron Hubbard's life. Said "Penthouse" article by Jentzsch is attached hereto as Exh. O. Needless to say, proof that Heber Jentzsch is a liar is a defense in the above described defamation

action.

- 29. The decision in the herein case certainly suggests the same, and the exhibits and documents relating to the background of L Ron Hubbard, are highly relevant to this issue.
- 30. And as set forth in the moving papers, issues relating to whether or not Scientology uses violence, harasses its enemies are also highly relevant.
- 31. In accordance with the court's order Interrogatories were served on Plaintiffs Jentzsch and Carmichael on December 6, 1988. Because the responses repeated the Interrogatory Request we are attaching just the responses (Exh. P).
- 32. Interrogatory No. 68 asks for identification of documents concerning L. Ron Hubbard's life, biography, history, career, and relationship with his past wives and son.
- 33. Interrogatory No. 69 asks for identification of documents related to handling, combating or dealing with "suppressive" (enemies). Interrogatory No. 70 asks for identifying documents referring to rules on transmitting information to the media or third persons. Interrogatory No. 71 asks for identification of documents relating to payments of money for Scientology related organizations to L. Ron Hubbard. Interrogatory No. 72-76 repeat interrogatory No. 68-71, but ask specifically to identify which documents that fall within those Interrogatories are located within the Armstrong case and file.
- 34. Despite this court ordering this discovery request, Plaintiffs incredibly objected on the grounds that the interrogatories exceed the limit of 35. They further objected that the Interrogatories seek to invade "rights of freedom of

Date: / -25-

association, religion, and privacy under state and federal law."

Further they claim the requests are in "bad faith."

35. It should be noted that the attorneys for Jentzsch and Carmichael are Timothy Bowles and Kendrick Moxon, who are also the attorneys for the Plaintiffs in the herein action. In essence, they have just totally disregarded the court's order.

36. Therefore it is respectfully submitted that the court grant Corydon the right to copy and inspect the above exhibits.

Respectfully Submitted,

PAUL MORANTZ

A PROFESSIONAL CORPORATION

Attorney for Intervenor Corydon

1 Paul Morantz 2 A PROFESSIONAL CORPORATION P.O. Box 511 3 Pacific Palisades CA 90272 4 (213) 459-4745 5 Attorney for Defendant 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 FOR THE COUNTY OF LOS ANGELES 10 CHURCH OF SCIENTOLOGY CASE NO. C 420153 11 OF CALIFORNIA Plaintiff, 12 DECLARATION OF PAUL MORANTZ IN 13 SUPPORT OF MOTION vs. FOR AN ORDER 14 THAT PLAINTIFFS GERALD ARMSTRONG, ET AL RETURN TO THE COURT 15 AND/OR MAKE AVAILABLE Defendant. FOR INSPECTING AND 16 COPYING ALL EXHIBITS AND OTHER DOCUMENTS 17 REMOVED FROM THE HEREIN FILE; AND AN ORDER TO 18 ALLOW COPYING AND INSPECTION OF EXHIBITS 19 500-5K, 500-5L, 500-50, 500-5P, 500-60; SANCTIONS 20 AGAINST PLAINTIFFS AND THEIR COUNSEL 21 22 23 24 25 26

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DECLARATION OF PAUL MORANTZ

I, PAUL MORANTZ, do hereby declare as follows:

I am the attorney for Bent Corydon and if called to the stand and sworn under oath I could competently testify as follows:

- 1. Exhibits A-K are true and correct copies of documents in the herein file (with the exception of H). Exh. J is filing by Plaintiffs in the Appellate Court. Exh. K is a Minute Order in the herein file and Exh. M is part of the Appendix to the Statement of Decision of Judge Breckenridge to the Complaint herein. Exh. N is a Minute Order in this case and Exh. O is a copy of an article by Heber Jentzsch in "Penthouse" magazine in 1983. Exh. P are the Interrogatories and Responses to Interrogatories filed by Jentzsch and Carmichael, by Attorneys Moxon and Bowles, who are also attorneys for the Plaintiffs herein.
- Approximately six hours have been spent on the herein Motion, plus court time.

I declare under penalty of perjury that the above is true and correct to the best of my belief.

Executed on -26, 1989 at Los Angeles, California.

PAUL MORANTZ

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Paul Morantz A PROFESSIONAL CORPORATION P.O. Box 511 3 Pacific Palisades CA 90272 4 (213) 459-4745 5 Attorney for Defendant 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 FOR THE COUNTY OF LOS ANGELES 10 CASE NO. C 420153 CHURCH OF SCIENTOLOGY 11 OF CALIFORNIA Plaintiff, 12 EXHIBITS TO NOTICE OF MOTION 13 VS. FOR AN ORDER THAT PLAINTIFFS 14 GERALD ARMSTRONG, ET AL RETURN TO THE COURT AND/OR MAKE AVAILABLE 15 Defendant. FOR INSPECTING AND COPYING ALL EXHIBITS 16 AND OTHER DOCUMENTS REMOVED FROM THE HEREIN 17 FILE; AND AN ORDER TO ALLOW COPYING AND 18 INSPECTION OF EXHIBITS 500-5K, 500-5L, 500-50, 19 500-5P, 500-60; SANCTIONS AGAINST PLAINTIFFS AND 20 THEIR COUNSEL 21 22 23 24 25 26 27

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JOHN G. PETERSON
PETERSON AND BRYNAN
8530 Wilshire Boulevard, Suite 407
Beverly Hills, California 90211
(213) 659-9965

Attorneys for Plaintiff and Cross-Defendant CHURCH OF SCIENTOLOGY OF CALIFORNIA

FILED

DEC 1 1986

FRANK S. ZOLIN COUNTY CLEEN

SECLYTT. SVALA

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES

CHURCH OF SCIENTOLOGY OF CALIFORNIA, a California Corporation,

Case No. C 420153

Plaintiff,

STIPULATION FOR RETURN
OF SEALED MATERIALS AND
EXHIBITS

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GERALD ARMSTRONG, et al.,

Defendants.

AND RELATED CROSS-ACTION.

IT IS HEREBY STIPULATED between the parties and their counsel herein as follows:

- 1. All documents, originals and copies, and other items surrendered to the Court by Armstrong and his attorneys pursuant to Judge Cole's orders of August 24, 1982 and September 4, 1982 and all documents and other items taken by Armstrong from either the Church of Scientology or Omar Garrison shall be released from the Superior Court and returned forthwith to Church of Scientology of California or its attorney of record.
 - 2. All documents and items entered into evidence or

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marked for identification in <u>Church of Scientology of</u>

<u>California v. Gerald Armstrong</u> Case No. C 420 153 shall be
released from the Superior Court and returned forthwith to the
Church of Scientology of California or its attorney of record.

3. All documents or items marked for identification or entered into evidence and lodged with the Court of Appeal shall be released and returned to the Church of Scientology of California or its attorney of record forthwith upon their return to the Superior Court from the Court of Appeal.

The parties and their attorneys hereto have executed this stipulation on the date opposite their names.

Dated December 6, 1986

Gerald Armstrong

M. J. Flynn

Michael J. Flynn

Dated 12/8/86 Defendant/Cross-Gorplainant

Defendant/Cross-Gorplainant

Defendant/Cross-Gorplainant

Defendant/Cross-Gorplainant

Counsel for

Dated 12/11/86 Counsel for Defendant/Cross-Complainant Catholican Thomas

Church of Scientology of California

Dated 12/10/86 John G. Peterson

Counsel for Plaintiff/Cross-Defendant

BRUCE BUNCH
CONTOS & BUNCH
5855 Topanga Canyon Boulevard
Suite 400
Woodland Hills, CA 91367
(818) 716-9400

Attorneys for Cross-Complainant Gerald Armstrong

JOHN G. PETERSON
PETERSON AND BRYNAN
8530 Wilshire Boulevard
Suite 407
Beverly Hills, CA 90211
(213) 659-9965

Attorneys for Plaintiff and Cross-Defendant CHURCH OF SCIENTOLOGY OF CALIFORNIA



SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES

GERALD ARMSTRONG,

Cross-Complainant,)

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CHURCH OF SCIENTOLOGY OF CALIFORNIA, a California Corporation,

Cross-Defendant.

No. C 420 153 (Severed Action)

JOINT STIPULATION OF DISMISSAL

In satisfaction of valuable and other consideration tendered to the Cross-Complainant by the Cross-Defendant, receipt of which is hereby acknowledged, the parties to the above-entitled action, pursuant to California Code of Civil Procedure § 581 hereby stipulate that said Cross-Complaint be dismissed with prejudice.

on Mutual Release of All Claims and Settlement Agreement An executed copy of same Agreement has been filed herein under seal and shall be kept under seal by the Clerk of this Court. This Court shall retain jurisdiction, and may reopen this cas at any time for the purpose of enforcing said Agreement.

DATED:

BRUCE BUNCH UNIA DRAGOJENIC

CONTOS & BUNCH 5855 Topanga Canyon Boulevard

Suite 400

Woodland Hills, CA 91367 (818) 716-9400

JOHN G. PETERSON
PETERSON & BRYNAN

8530 Wilshire Boulevard

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Beverly Hills, California 90211 (213) 659-9965

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(213) 659-9965

Attorneys for Plaintiff and Cross-Defendant CHURCH OF SCIENTOLOGY OF CALIFORNIA

FILED

DEC111986
FRANK S. ZOLIN COUNTY CHART
PROBLE M. MARKET CHARTE

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES

CHURCH OF SCIENTOLOGY OF CALIFORNIA, a California Corporation,

Plaintiff,

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v.

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GERALD ARMSTRONG, et al.,

Defendants.

AND RELATED CROSS-ACTION.

Case No. C 420153

ORDER FOR RETURN OF EXHIBITS AND SEALED DOCUMENTS

The Court having read and considered a stipulation for return of sealed materials and exhibits between the parties and their counsel;

IT IS ORDERED:

1. All documents, originals and copies, and other items surrendered to the Court by Armstrong and his attorneys pursuant to Judge Cole's orders of August 24, 1982 and September 4, 1982 and all documents and other items taken by Armstrong from either the Church of Scientology or Omar Garrison shall be released from the Superior Court and returned forthwith to

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the Church of Scientology of California or its attorney of record.

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- 2. All documents and items entered into evidence or marked for identification in <u>Church of Scientology of California v. Gerald Armstrong</u>, Case No. C 420 153 shall be released from the Superior Court and returned forthwith to the Church of Scientology of California or its attorney of record.
- 3. All documents or items marked for identification or entered into evidence and lodged with the Court of Appeal shall be released and returned to the Church of Scientology of California or its attorney of record forthwith upon their return to the Superior Court from the Court of Appeal.
- 4. Notwithstanding the foregoing, the following exhibits shall be exempted from the terms of this order pending a final appellate decision in the litigation entitled United States v. Zolin, Ninth Circuit Court of Appeals Nos. 85-6065, 85-6105; .500-CCCCC; 500-KKKKK; 500-LLLLL; 500-00000; 500-PPPPP; and 500-000000. In the event that the Zolin litigation terminates with a judicial determination that the United States of America is not entitled to obtain any of these listed exhibits, then any such exhibits shall be returned forthwith by the Clerk of this Court to the Church of Scientology of California or its attorneys of record. In the event that the government is found to be entitled to any of the listed exhibits upon the conclusion of the Zolin litigation, the Clerk of this Court shall provide the government with a copy of such exhibit or exhibits and then immediately return all remaining copies of the corresponding exhibits to the

-2-

Church of Scientology of California or its attorneys of record. De: 11,19876 DATED IS DISMISSED BY DISTRICT APPEAL FRONT THE MEDICAL COURT OF KENTAL KiiES:

ILED

FRANK S. ZOLIN County Cierk SUPERIOR COURT OF THE STATE OF CALIFORNIA BY MOSIE M. HART, DEPUTY

FOR THE COUNTY OF LOS ANGELES

GERALD ARMSTRONG,

Corporation,

CALIFORNIA, a California

Cross-Complainant,

Cross-Defendant.

8 CHURCH OF SCIENTOLOGY OF

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No. C 420 153 (Severed Action)

ORDER DISMISSING ACTION WITH PREJUDICE

Upon consideration of the parties' Stipulation for . Dismissal, the "Mutual release of All Claims and Settlement Agreement" and the entire record herein, it is

ORDERED AND ADJUDGED:

- That this action is dismissed with prejudice.
- That an executed duplicate original of the parties' "Mutual Release of All Claims and Settlement Agreement" filed herein under seal shall be retained by the Clerk of this Court under seal.

December // , 1986 Dated:

DEPT. 57

DateDEC. 12, 1986

SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS ANGELES

HONORABLEP G BRECKENRIDGE JR JUDGE

Deputy Sheriff

R HART

, Deputy Clerk Reporter

NONE

Court Attendant

NONE (Parties and counsel checked if present)

C420153

GERALD ARMSTRONG,

Counsel for X-- Plaintiff

Counsel for X-- Defendant

CHURCH OF SCIENTOLOGY OF

CALIFORNIA,

NATURE OF PROCEEDINGS: ORDER

The Clerk having this date had conversations with counsel for cross-defendant, John G. Peterson, the Court finds that the document entitled "Mutual Release of All Claims and Settlement Agreement" referred to in the Joint Stipulation of dismissal as and executed copy and referred to in the Order Dismissing Action as an executed duplicated original, has not been filed with the court.

Good cause appearing therefor, the Court orders that the County Clerk may maintain the remaining six (6) exhibits in the normal and regular manner of handling sealed exhibits.

DEPT. 57

MINUTES ENTERED 12-12-86

Date DEC.11,1986

SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS ANGELES

HONORABLEP & BRECKENRIDGE, JR JUDGE

Deputy Sheriff

R HART N HARRIS , Deputy Clerk

2. S YAKOUBIAN Court Attendant

(Parties and counsel checked if present)

C420153

GERALD ARMSTRONG.

CHURCH OF SCIENTOLOGY OF

Counsel for CONTOS & BUNCH

JULIA DRAGOJEVIC X- Plaintiff BY:

MICHAEL FLYNN

VS

Counsel for PETERSON & BRYNAN X → Defendant BY:

JOHN G. PETERSON MICHAEL HERTZBERG Vfor M. Hubbard

also appearing, LENSKE, LENSKE &/

NATURE DE L'OCE L'UNE DE

CALIFORNIA.

HELLER BY: LAWRENCE E. HELLER

MATURE OF PROCEEDINGS: JOINT EX-PARTE APPLICATION FOR DISMISSAL

Pursuant to stipulation of the parties, the cross-complaint is dismissed with prejudice.

Further orders are made pursuant to stipulation, including the following: The Court retains jurisdiction to enforce the settlement agreement; all documents surrendered to the court or marked as exhibits shall be returned to the Church of Scientslogy or its attorneys forthwith except six, 500-CCCCC, 500-KKKKK, 500-ILLIL, 500-00000, 500-PPPPP and 500-000000; the entire remaining record of this case, except the "Stipulated Sealing Order" and "Order Dismissing Action With Prejudice" filed this date, are ORDERED SEALED and not to be opened or inspected without prior order of Court.

The following listed documents are filed this date: Joint Stipulation of Dismissal, Order Dismissing Action With Prejudice, Stipulation for Return of Sealed Materials and Exhibits, Order for Return of Exhibits and Sealed Documents, and Stipulated Sealing Order.

> MINUTES ENTERED 12-11-86

COUNTY CLERK

(2) DEPT 57 Church of Scientology of

Church of Scientology of

Plaintiffs
vs

GERALD ARMSTRONG, And related Choss-Action Defendants

FILED

MAR 14 1988
FIRM K S. 231111
A-A CEURDO

NO. CY20/53
RECEIPT OF EXHIBITS

Pursuant to Stipmethon and Order of Court Affect 3-11-88.

Exhibits designated (Copic) NO. SOC-QUQQ SOC-KKKKK

SOC-ULLL SOC-00000, SOC-PPPPP And SOC-QQQQ

Netword in stated envelope from U.S. Dept of Justice

are now withdrawn and received by me 14 MARCH, 1988.

Timothy Boules

Hottoricy for Perinter

Chif Sir Cani No. 7587

Chif Or. License No. U6004292

E180 (Rev. 8-78) 8-76

SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS ANGELES Date MARCH 11,1988

HONORABLE G BRECKENRIDGE, JR JUDGE Deputy Sheriff

R HART HOME

, Deputy Clerk

MONE

VS

Court Attendant

(Parties and counsel checked if present)

, Reporter

C 420 153

CALIFORNIA,

Counsel for

Plaintiff '

Counsel for Defendant

GERALD ARMSTRONG, AND RELATED CROSS-ACTION

CHURCH OF SCIENTOLOGY OF

NATURE OF PROCEEDINGS:

ORDER FOR RETURN OF EXHIBITS

Upon oral application of attorney Timothy Bowles, counsel for plaintiff/cross-defendant, for return of exhibits; and pursuant to the orders of December 11, 1986, the copies of exhibits contained in the envelope returned by the United States Department of Justice may be returned to applicant.

MINUTES ENTERED

DEPT 57

03-13-RY CLERK

MINUTE ORDER

JOHN G. PETERSON 1 PETERSON & BRYNAN 8530 Wilshire Boulevard Suite 407 Beverly Hills, California 90211 3 (213) 659-9965 4 ERIC M. LIEBERMAN RABINOWITZ, BOUDIN, STANDARD, 5 KRINSKY & LIEBERMAN, P.C. FILED 740 Broadway, Fifth Floor New York, New York 10003-9518 (212) 254-1111 JAN30 1987 FRANK S. ZOL N County work MICHAEL LEE HERTZBERG 8 275 Madison Avenue New York, New York 10016 9 (212) 679-1167 10 Plaintiff and Intervenor 11 SUPERIOR COURT OF THE STATE OF CALIFORNIA 12 FOR THE COUNTY OF LOS ANGELES 13 CHURCH OF SCIENTOLOGY OF CALIFORNIA, Case No. C 420 153 14 Plaintiff, UNOPPOSED MOTION 15 TO WITHDRAW MEMORANDUM OF INTENDED DECISION VS. 16 GERALD ARMSTRONG, DOES 1 through 17 10, inclusive, 18 Defendants. 19 MARY SUE HUBBARD, 20 Intervenor. 21 GERALD ARMSTRONG, 22 Cross-Complainant, 23 VS. 24 CHURCH OF SCIENTOLOGY OF CALIFORNIA, DATE: 25 a California Corporation, et al., TIME: DEPT: 57 26 Cross-Defendants. 27

Plaintiff and intervenor hereby move the court for an order withdrawing its memorandum of intended decision, dated June 20, 1984, statement of decision dated July 20, 1984 and judgement dated August 10, 1984, voiding said decisions as legal authority or precedent.

As grounds for their motion, movants state:

- 1. On December 18, 1986, the Court of Appeal rendered a decision dismissing movants' appeal from this court's judgment of August 10, 1984, on the ground that such judgment was not an appealable final order. The court made it clear that movants will have the right to pursue their appeals at the appropriate time, presumably upon the entry of a consolidated final judgment by this court. A copy of the Court of Appeal's decision is attached as Exhibit A hereto.
- 2. Accordingly, this court is presently free to withdraw its judgment, memorandum of intended decision, and statement of decision.
- 3. The memorandum of intended decision includes references to purported past practices of the Church and the alleged relationship of Mr. Hubbard to the Church. As the trial court and defendant recognized at trial and defendant acknowledged in his brief to the Court of Appeal, the evidence on such matters was introduced exclusively to show defendant's state of mind. Nevertheless, the court's references to such matters have improperly been cited by others as if they were findings of actual fact.
- 4. The movants have retained their right to prosecute their respective damage claims against Gerald Armstrong in the

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event that they prevail upon their appeal from this court's August 10, 1984 judgment, which movants intend to reactivate now that the cross-complaint has been dismissed. However, in the interests of judicial economy and in order to terminate this protracted litigation, the movants will forego their appeal and dismiss their remaining damage claims against Armstrong if the court withdraws its Memorandum of Intended Decision.

5. Mr. Armstrong has no objection to the granting of this motion or the signing of the proposed Order submitted herewith. Attached at Exhibit B is a statement of non-opposition executed by Mr. Armstrong's counsel.

WHEREFORE, the motion should be granted.

DATED: January 30, 1987 Respectfully submitted,

JØHN G. PETERSON FETERSON & BRYNAN 8530 Wilshire Boulevard Suite 407

Beverly Hills, California 90211 (213) 659-9965

ERIC M. LIEBERMAN RABINOWITZ, BOUDIN, STANDARD, KRINSKY & LIEBERMAN, P.C. 740 Broadway, Fifth Floor New York, New York 10003-9518 (212) 254-1111

MICHAEL LEE HERTZBERG 275 Madison Avenue New York, New York 10016 (212) 679-1167

Attorneys for Plaintiff and Intervenor

```
1
          Lenske, Lenske & Heller
       A LAW CORPORATION
WOODLAND WEST BUILDING - SUITE 315
 2
            6400 CANOGA AVENUE
      WOODLAND HILLS, CALIFORNIA 91367
(818) 716-1444
 3
 4
 5
    Attorneys for Plaintiff
 6
 7
 8
              SUPERIOR COURT OF THE STATE OF CALIFORNIA
 9
                    FOR THE COUNTY OF LOS ANGELES
10
11
    CHURCH OF SCIENTOLOGY
                                     ) CASE NO. C 420-153
    OF CALIFORNIA, etc.,
12
                                       STATEMENT OF NON OPPOSITION
                                     ) TO MOTION TO WITHDRAW
13
               Plaintiff,
                                     ) MEMORANDUM OF INTENDED DECISION
14
    VS.
15
    GERALD ARMSTRONG, et al.,
16
17
                Defendants.
                                     ) Date:
                                       Time:
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                                       Place:
19
20
      COMES NOW, defendant, GERALD ARMSTRONG, by and through
21 his attorney of record, and informs the court that he will
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neither file any opposition to the Motion to Withdraw nor appear to oppose said Motion. DATED: January 30, 1987

CONTOS & BUNCH

BY

Attorneys for Defendant GERALD ARMSTRONG

Date FEB. 2, 1987

SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS ANGELES

HONORABLE G BRECKENRIDGE, JR JUDGE

Deputy Sheriff Court Attendant

R HART N HARRIS (Parties and counsel checked if present)

, Deputy Clerk , Reporter

C420153(Sealed file) GERALD ARMSTRONG.

Counsel for X- Plaintiff .

VS

CHURCH OF SCIENTOLOGY OF CALIFORNIA,

Counsel for MICHAEL LEE HERTZBERG / for X -- Defendant X-deft "Church" and intervenor

M Hubbard

NATURE OF PROCEEDINGS: EX PARTE MOTION OF CROSS-DEFENDANT TO WITHDRAW MEMORANDUM OF INTENDED DECISION

Motion is called for hearing.

Motion is argued and denied.

DEPT 57

MINUTES ENTERED 2-2-87

COUNTY CLERK

Law Chies PLYNN, JOYCE & SHERIDAN 400 ATLANTIC AVENUE DOSTON, MASSACHUSETTS 02210 (017) 350-7200 MICHAEL J. FLYNN ROBERT W. JOYCE, PC WILLIAM A SHERIDAN MICHAEL A. TARRE December 30, 1986 Enclosed please find your copy of the executed Mutual Release and a copy of the Settlement Agreement which you signed. Please specifically note the following provisions of the Mutual Release: 1. The requirement and legal obligation agreed to by you to return all Scientology-related documents except attorney/client correspondence. Your copy of the affidavit that verifies your agreement to do this is enclosed. 2. The requirement and legal obligation to not disclose or discuss Scientology with anybody except your immediate family. This, of course, applies to the Mutual Release and Settlement Agreement attached hereto. This was a very important provision which was included to insure that all parties could get on with their lives without future media or publicity problems. Please insure that this requirement is fully complied with. Lastly, keep all aspects of the settlement and the accompanying documents completely confidential. Very truly yours, 710.0.0 Michael J. Flynn MJF/led Enclosures

(:ALIFORNIA STATE OF PENNSYLVANIA,) Los Angeles) ss. County of Montgomery)

AFFIDAVIT OF

- I, being duly sworn, depose and state as follows:
- 1. The following statements are made voluntarily, of my own free will, and after full consultation with my attorney, Michael Flynn.
- I hereby acknowledge the consummation of a Mutual Release and Agreement reached between myself and the Church of Scientology of California.
- 3. In accordance with the terms of said Mutual Release and Agreement, I hereby state that I have returned to the Church of Scientology of California all "documents" of any nature in my possession, custody or control relating to the practices of Dianetics or Scientology, all evidence of any nature acquired or retained for the purpose of any lawsuit or for any other purpose concerning any Church of Scientology or any of the other individuals or entities listed or referred to in the Mutual Release and Agreement, any financial or administrative materials concerning any Church of Scientology or any of the other individuals or entities listed or referred to in the Mutual Release and Agreement, and any materials relating to L. Ron Hubbard, his family, or his estate.
- 4. The term "documents" as used herein includes but is not limited to all originals, copies and copies derived from but not identical to the original, no matter how prepared, and

all writings, papers, notes, records, books and other tangible things including, by way of example and not of limitation, the following:

- a. Memoranda, notes, calendars, appointment books, shorthand or stenographer's notebooks, correspondence, letters and telegrams, whether received, sent, filed or maintained internally;
- b. Drafts or notes, whether typed, penciled or otherwise, whether or not used;
 - c. Minutes, reports or summaries of meetings;
- d. Contracts, agreements, understandings, commitments, proposals or other business records;
- e. Recordings, transcriptions or memoranda or notes made of any telephone or face-to-face oral conversations between or among persons;
 - f. Dictated tapes or other sound recordings;
- g. Computer printouts or reports and the applicable program or programs therefor;
- h. Tapes, computer disks, cards, or any other means by which data is stored or preserved electrically, electronically, magnetically or mechanically, and the applicable program or programs therefor (from which the undersigned may reproduce or cause to be reproduced such data in written form);
- i. Pictures, drawings, photographs, slides, films, negatives, charts or other graphic representations;



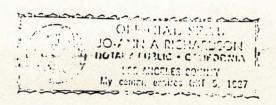
- j. Checks, bills, notes, receipts, or other evidence of payment;
- k. Ledgers, journals, financial statements, accounting records, operating statements, balance sheets or statements of accounts.
- 1. Any publications by the Church of Scientology of California, by Bridge Publications, or by New Era Publications, Inc. or any other Church of Scientology or related entity or individual.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.



Sworn and subscribed to before me this 574 day of December, 1986, at Norristown, Pennsylvania. Los ANGER CA

Pennsylvania



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MUTUAL RELEASE AGREEMENT

- 1. This MUTUAL RELEASE AGREEMENT is made and entered into this _____ day of December, 1986 by and between ______ and the Church of Scientology of California.
- 2. This is a release of the Church of Scientology of California, the Church of Scientology International, The Religious Technology Center, Author Services, Inc., and their officers, agents, representatives, employees, volunteers, directors, successors, assigns and legal counsel, L. Ron Hubbard, his heirs, estate, and his executor, Author's Family Trust, Mary Sue Hubbard, all Scientology organizations and entities and their officers, agents, employees, servants, directors, successors, assigns and legal counsel (all hereinafter collectively referred to as the "releasees").
- 3. It is understood that this settlement is a compromise of doubtful and disputed claims, and is not an admission of liability on the part of any party to this Agreement, specifically, the Church of Scientology of California, any other Scientology organization or gaity, or any of their officers, agents, employees, servants, directors, successors, members, assigns, or legal counsel, by whom liability has been and continues to be expressly denied. In executing this settlement Agreement acknowledges that he has released the organizations, individuals and entities listed in Paragraph 2 because, among other reasons, they are third party beneficiaries of this Agreement.

- 4. For and in consideration of the above described consideration, the mutual covenants, conditions and release contained herein does hereby release, acquit and forever discharge, for himself, his heirs, successors, executors, administrators and assigns, the Church of Scientology of California, Church of Scientology International, Religious Technology Center, all Scientology and Scientology affiliated organizations and entities, Author Services, Inc. (and for each organization or entity, its officers, agents, representatives, employees, volunteers, directors, successors, assigns and legal counsel), L. Ron Hubbard, his heirs, beneficiaries, Estate and its executor, Author's Family Trust, its beneficiaries and trustee, and Mary Sue Hubbard, and each of them, of and from any and all claims, demands, damages, actions and causes of action off every kind and nature, known or unknown, from the beginning of time to and including the date hereof.
- 5. For and in consideration of the mutual covenants, conditions and release contained herein, the Church of Scientology of California does hereby release, acquit and forever discharge for itself, successors and assigns his agents, representatives, heirs, successors, assigns, legal counsel and estate and each of them, of and from any and all claims, caused of action memory, damages and actions of every kind and nature, known or unknown, for or because of any act or omission allegedly done by from the beginning of time to and including the date hereof.
 - 6. Further, the undersigned hereby agrees to the following:

- A. That liability for any claims is expressly denied by each party herein released, and this Agreement shall never be treated as an admission of liability or responsibility at any time for any purpose.
- B. Each party agrees to assume responsibility for the payment of any attorneys' fees, lien or liens, imposed against him in the past, present, or future, known or unknown, by any person, firm, corporation or governmental entity or agency as a result of, or growing out of any of the matters referred to in this release. Each party further agrees to hold harmless the parties herein released, and each of them, of and from any liability arising therefrom.
 - has been fully advised and understands that any alleged injuries sustained by him are of such character that the full extent and type of injuries may not be known at the date hereof, and it is further understood that said alleged injuries, whether known or unknown at the date hereof, might possibly become progressively worse and that as a result, damages may be sustained by nevertheless, desires by this document to forever and fully release the releasees.

 Inderstands that by the execution of this release no claims arising out of his experience with, or actions by, the releasees, from the beginning of time to and including the date hereof, which may now exist or which may exist in the future may ever be asserted by him or on his behalf, against the releasees.
 - D. agrees never to create or publish or attempt to publish, and/or assist another to create for publication by means of magazine, article, book or other similar form, any

writing, or to broadcast, or to assist another to create, write, film or video tape or audio tape, any show, program or movie, concerning his experiences with the Church of Scientology, or personal or indirectly acquired knowledge or information concerning the Church of Scientology, L. Ron Hubbard, or any entities and individuals listed in Paragraph 2 above. further agrees that he will maintain strict confidentiality and silence with respect to his experiences with the Church of Scientology and any knowledge or information he may have concerning the Church of Scientology, L. Ron Hubbard, or any of the organizations, individuals and entities listed in Paragraph expressly understands that the non-disclosure provisions of this subparagraph shall apply, inter alia, but not be limited to, the contents or substance of any documents as defined in Appendix "A" to this Agreement, including but not limited to any tapes, falms, photographs, recastings, variations or copies of any such materials which concern or relate to the religion of Scientology, L. Ron Hubbard, or any of the organizations, individuals, or entities listed in Paragraph 2 above. agrees that if the terms of this paragraph are breached by him, that the aggrieved party listed herein above would be entitled to liquidated damages in the amount of \$50,000 for each such breach. The reasonableness of the amount of such damages are hereto acknowledged by J. . " 18

California at the time of the consummation of this Agreement,



all materials in his possession, custody or control of any nature, including documents as defined in Appendix "A" to this Agreement, including but not limited to any tapes, films, photographs, recastings, variations or copies of any such materials which concern or relate to the religion of Scientology or any of the persons or entities listed in Paragraph 2 above, all evidence of any nature acquired for the purposes of any lawsuit or acquired for any other purpose concerning any Church of Scientology, any financial or administrative materials relating personally to L. Ron Hubbard, his family, or his estate.

obtain spiritual counseling or training or any other service from any Church of Scientology, Scientologist, Dianetics or Scientology auditor, Scientology minister, Mission of Scientology, Scientology organization or affiliated organization.

or cooperate with any person adverse to Scientology in any proceeding against any of the Scientology organizations, individuals; or entities listed in Paragraph 2 above.

also agrees that he will not cooperate in any manner with any organizations aligned against Scientology.

agrees not to testify or otherwise participate in any other judicial, administrative or legislative proceeding adverse to Scientology or any of the Scientology Churches, individuals or entities listed in Paragraph 2 above unless compelled to do so by lawful subpoena or other lawful process. Unless required to do so by such subpoena,

agrees not to discuss this litigation with anyone other than members of his immediate family. Shall not make himself amenable to service of any such subpoena in a manner which invalidates the intent of this provision. As provided hereinafter in Paragraph 21, the contents of this Agreement may not be disclosed.

- not under the influence of any drug, narcotic, alcohol or other mind-influencing substance, condition or ailment such that his ability to fully understand the meaning of this Agreement and the significance thereof is adversely affected.
- 7. This Release Agreement contains the entire Agreement between the parties hereto, and the terms of this Release are contractual and not a mere recital. This Release may be amended only by a written instrument executed by the undersigned. The parties hereto have carefully read and understand the contents of this Release Agreement and sign the same of their own free will, and it is the intention of the parties to be legally bound hereby. No other prior or contemporaneous agreements, oral or written, respecting such matters, which are not specificanty incorporated herein shall be deemed to in any way exist or bind any of the parties hereto.
- anyone, including partnerships, associations or corporations, contemplating any claim or engaged in litigation or involved in or contemplating any activity adverse to the interests of any entity or class of persons listed above in Paragraph 2 of this Agreement.

- 9. Each party shall bear its respective costs with respect to the negotiation and drafting of this Agreement and all acts required by the terms hereof to be undertaken and performed by any party.
- 10. The parties to this Agreement acknowledge that all parties enter into this Agreement freely, voluntarily, knowingly and willingly, without any threats, intimidation or pressure of any kind whatsoever and voluntarily execute this Agreement of their own free will.
- 11. To the extent that this Agreement inures to the benefit of persons or entities not signatories hereto, this Agreement is hereby declared to be made for their respective benefits and uses.
- 12. The parties shall execute and deliver all documents and perform all further acts that may be reasonably necessary to effectuate the provisions of this Agreement.
- preparing it, but shall be construed as if both parties prepared this Agreement. This Agreement shall be construed and enforced in accordance with the laws of the State of California.
- 14. In the event any provision hereof is unenforceable, such provision shall not affect the enforceability of any other provision hereof.
- 15. Each party warrants that it has received independent legal advice from its attorneys with respect to the advisability of making the settlement provided for herein and in executing this Agreement.
 - 16. The parties to this Agreement acknowledge that all

parties have conducted sufficient deliberation and investigation, either personally or through other sources of their own choosing, and have obtained advice of counsel regarding the terms and conditions set forth herein, so that they may intelligently exercise their own judgment in deciding whether or not to execute this Agreement.

- 17. The parties hereto (including any officer, agent, employee, representative or attorney of or for any party) acknowledge that they have not made any statement, representation or promise to the other party regarding any fact material to this Agreement except as expressly set forth herein. Furthermore, except as expressly stated in this Agreement, the parties in executing this Agreement do not rely upon any statement, representation or promise by the other party or of any officer, agent, employee, representative or attorney for the other party.
- 18. The parties to this Agreement agree that all parties have carefully read this Agreement and understand the contents thereof and that each reference in this Agreement to any party includes successors, assigns, principals, agents and employees thereof.
 - 19. All references to the plural shall include the singular and all references to the singular shall include the plural. All references to gender shall include both the masculine and feminine.
 - 20. Each party warrants that the persons signing this
 Agreement have the full right and authority to enter into this
 Agreement on behalf of the parties for whom they are signing.

- 21. The parties hereto and their respective attorneys each agree not to disclose the contents of this executed Agreement.
- 22. This Agreement may be executed in two or more counterparts, each of which shall be deemed to be a duplicate original, but all of which, together, shall constitute one and the same instrument.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement, on the date opposite their names.

Dated:

APPROVED AS TO FORM AND CONTENT

MICHAEL J. FLYNN

Attorney for

Dated: 17) 5/- [L

CHURCH OF SCIENTOLOGY OF CALIFORNIA

By: Kathleen Morn

9:16-6

APPENDIX A

- 1. As used herein, the term "document" or "documents" include but are not limited to all originals, file copies and copies not identical to the original, no matter how prepared, of all writings, papers, notes, records, books and other tangible things including, by way of example and not of limitation, the following:
- a. Memoranda, notes, calendars, appointment books, shorthand or stenographers' notebooks, correspondence, letters and telegrams, whether received, sent, filed or maintained internally;
- b. Drafts and notes, whether typed, penciled or otherwise, whether or not used;
 - c. Minutes, reports and summaries of meetings;
- d. Contracts, agreements, understandings, commitments, proposals and other business dealings;
- e. Recordings, transcriptions and memoranda or notes made of any telephone or face-to-face oral conversations between or among persons;
 - f. Dictated tapes or other sound recordings;
- g. Computer printouts or reports and the applicable program or programs therefor;
- h. Tapes, cards or any other means by which data are stored or preserved electrically, electronically, magnetically or mechanically, and the applicable program or programs therefor (from which plaintiff may reproduce or cause to be reproduced such data in written form);

- i. Pictures, drawings, photographs, charts or other graphic representations;
- j. Checks, bills, notes, receipts, or other evidence of payment;
- k. Ledgers, journals, financial statements, accounting records, operating statements, balance sheets and statements of account.

SETTLEMENT AGREEMENT

A. PRIOR SETTLEMENTS:

Settlement agreements made prior to November 1, 1986 and prior to the collective settlement stated below:

_	Client	Amount	Fee and Expenses
(1)	Bears	\$115,000.00	To be determined with local counsel
(2)	Garritys	\$175,000.00	To be determined with local counsel
(3)	Petersons	\$175,000.00	To be determined with local counsel
(4)	Jefferson	\$150,000.00	To be determined with local counsel
(5)	Lockwood	\$150,000.00	To be determined with local counsel
(6)	Hartwell	\$150,000.00	To be determined with local counsel
general generals	A40.0	\$915,000.00	To be determined with local counsel

B. INDEPENDENT SETTLEMENT:

The Christofferson-Titchborne settlement was made separate from the collective settlement. It was agreed to between attorney Gary McMurray, his client, Julie Christofferson-Titchborne and the Church of Scientology.

Client

Amount

Fee and Expenses

Christofferson-Titchborne \$100,000.00

To be determined by attorney McMurray and client. None of the attorneys representing other clients in the collective settlement represent or have represented Christofferson-Titchborne.

C. COLLECTIVE SETTLEMENT:

The following cases/clients are part of a collective settlement made on December //, 1986. The undersigned acknowledge that the settlement set forth above in Paragraphs A and B were made as separate settlements, meaning that the cases/clients listed in Paragraphs A and B agreed to the amounts stated therein prior to the collective settlement as in Paragraph A, and independent from the collective settlement as in Paragraph B. The total amount of the collective settlement is \$2,800,000.00. The total amount of the collective settlement and the prior independent settlements in Paragraphs A and B is \$3,815,000.00. The collective settlement allocation is as follows:

	Client	Amount	Fee and Expenses
(1)	Nancy Dincalci	\$ 7,500.00	None
(2)	Kima Douglas	\$ 7,500.00	None
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(3)	Robert Dardano	\$ 15,000.00	None
(4)	Warren Friske	\$ 15,000.00	None
(5)	William Franks	\$ 40,000.00	None
(6)	Laurel Sullivan	\$ 40,000.00	None
(7)	Edward Walters	\$100,000.00	To be determined between client and attorneys
(8)	Howard Schomer	\$200,000.00	To be determined between attorney Bunch and client
(9)	Martin Samuels	\$500,000.00	To be determined between attorney McMurray and client
(10)	Gerald Armstrong v. Church of Scientology	\$800,000.00	To be determined between attorney Bunch and client
(11)	Fees and expenses to attorneys Contos & Bunch, Robert Kilbourne, Michael Flynn, and associated counsel for the prosecution and defense of various cases including the "Hubbard documents"	\$500,000.00	To be determined between attorneys Contos & Bunch, Michael Flynn, Robert Kilbourne, and associated counsel
	frame up" case and the defense of approximately 17 lawsuits against attorney Flynn and his clients.		
(12)	Flynn v. Ingram (No.) Flynn v. Hubbard (No.)	\$575,000.00	To be determined between attorney Flynn and his counsel

We, the undersigned, agree and acknowledge that (1) we have read the foregoing Settlement Agreement; (2) that we agree with the total settlement amount and the allocations to the respective cases/clients as set forth therein; (3) that we have either consulted, been advised to consult or have had the opportunity to consult with attorneys other than Michael J. Flynn who, we acknowledge is also a claimant against the Church of Scientology and L. Ron Hubbard; (4) that we agree to maintain the confidentiality of this Settlement Agreement; (5) that we acknowledge that many of the cases/clients involved in this settlement have been in litigation against the Church of Scientology for more than six to seven years, that many have been subjected to intense, and prolonged harassment by the Church of Scientology throughout the litigation, and that the value of the respective claims stated therein is measured in part by the (a) length and degree of harassment; (b) length and degree of involvement in the litigation; (c) the individual

their involvement with the Church of Scientology as a member and/or as a litigant; (d) the unique value of each case/client based on a variety of things including, but not limited to, the current procedural posture of a case, specific facts unique to each case, and financial, emotional or consequential damage in each case; that we agree and

nature of each respective claim in connection with either

acknowledge that Michael J. Flynn has primarily been responsible for bearing the cost of the litigation over a period of approximately seven years, that he or his firm's members have been required to defend approximately 17 lawsuits and/or civil/criminal contempt actions instituted by the Church of Scientology against him, his associates and clients, that he and his family have been subjected to intense and prolonged harassment, and that his claims against the Church of Scientology and L. Ron Hubbard, and his participation as an attorney have a unique value which is accurately and properly reflected in the allocations set forth herein.

NANCY PINCALCI	DATE: 166 5, 1786
KIMA DOUGLAS	DATE: D- 5 - 1986.
ROBERT DARDANO	DATE: 1/22/20-1786
WARREN FRISKE	DATE:
LAUREL SULLIVAN	DATE: 7
	D 110 1916
Julie Christofferson Stehtown	ne Dec 6, 11/360

CAROL GARRITY	
	DATE:
Paol Garrie V. WIELIAM FRANKS	DATE: 5. 2.
Edward Walters	DATE: Vicain 74 1986
HOWARD SCHOMER	DATE: 12-5-86
MARTIN SAMUELS	DATE: 12 4, 1986
GERALD ARMSTRONG	DATE: 12-6-86
MICHAEL J. FLYNN	DATE:
CONTOS & BUNCH A PROFESSIONAL CORPORATION	
BY: DUNCH JUNIA TRAGORY	DATE: 12-10-86
Jany 1 Ma Muy GARY MC MURRAY	DATE: <u>December 6, 1986</u>
ROBERT KILBOURNE	DATE:
JANE PATENTON 3:3:17	PATE:
Richard Peterson -6-	09-2:
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(VERIFICATION - 444 2015.5 C. C. P.)

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IN THE COURT OF APPEAL OF THE STATE OF CALIFORNIA SECOND APPELLATE DISTRICT DIVISION

Civ. No. B (Super. Ct. No. C420153)

CHURCH OF SCIENTOLOGY OF CALIFORNIA and MARY SUE HUBBARD,

Plaintiff-Paritioners,

-against-

Art Sign

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GERALD ARMSTRONG

Defendant

CHURCH OF SCIENTOLOGY OF CALIFORNIA

Petitioners,

-against-

SUPERIOR COURT OF THE STATE OF CALIFORNIA

Respondents.

TO POST TO PERSON AND PROPERTY OF THE PARTY OF THE PARTY

BENT CORYDON, Real Party in Interest

Petition From Superior Court of California County of Los Angeles Judge Bruce R. Geernaert

PETITION FOR WRIT OF SUPERSEDEAS
OR OTHER APPROPRIATE STAY ORDER
MEMORANDUM OF LAW
STAY REQUESTED

ERIC M. LIEBERMAN
RABINOWITZ, BOUDIN, STANDARD,
KRINSKY & LIEBERMAN, P.C.
740 Broadway at Astor Place
Fifth Floor
New York, New York 10003
(212) 254-1111

BOWLES & MOXON 6255 Sunset Boulevard Suite 2000 Hollywood, CA 90028 (213) 661-4030

Counsel for Plaintiff-Petitioners

SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS ANGELES

DEPT. 56

DATE 11/30/88

CNORABLE BRUCE R. GEERNAERT

JUDGE

M FITZGERALD

DEPUTY CLERK

HONORABLE

JUDGE PROTEM

M. MEDARIS, CT. ASSIST

Deputy Sheriff

M. PETTIT

Reporter
(Parties and counsel checked if present)

4:00 am C420153

Church of Scientology of Calif.

VS.

Gerald Armstrong,

Counsel for Plaintiff

Counsel for Defendant

aintiff BOWLES & MOXON

SAYRE, MORENO, PURCELL, ETC. BY; TOBY L. PLEVIN

FAUL MORANTZ

NATURE OF PROCEEDINGS.

PLAINTIFF/INTERVENOR'S AND CROSS/DEFENDANT'S MOTION FOR CLARIFICATION AND/OR RECONSIDERATION TO PRESERVE SEAL ON ONE DOCUMENT PREVIOUSLY HELD EXCLUDED FROM EVIDENCE AND HELD TO BE PROTECTED—BY ATTORNEY/CLIENT PRIVILEGE, AND FIVE ADDITIONAL DOCUMENTS PREVIOUSLY EXCLUDED FROM EVIDENCE AND MAINTAINED UNDER SEAL,

The Court's order of November 9, 1988 is clarified as follows:

It does not relate nor require the unsealing of Exhibits 500-CCCCC or 500-5CS (the two audio tapes) nor to Exhibits 500-5K, 500-5L, 500-50, 500-5P, and 500-60.

with regard to the last five designated documents
this order is without prejudice to a further motion
specifically directed to these documents in connection
with discovery in the other cases: It

Party to submit proposed order which would call for file to be unsealed and sequestered.

MINUTES ENTERED

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES

DEPARTMENT NO. 56

HON. BRUCE R. GEERNAERT, JUDGE

CHURCH OF SCIENTOLOGY OF CAIFORNIA,

PLAINTIFF,

VS.

NO. C 420 153

GERALD ARMSTRONG,

DEFENDANT.

REPORTER'S TRANSCRIPT OF PROCEEDINGS
WEDNESDAY, NOVEMBER 30, 1988

APPEARANCES:

FOR CHURCH OF SCIENTOLOGY

OF CALIFORNIA:

BOWLES & MOXON

BY: HENDRICK MOXON 6255 SUNSET BOULEVARD,

SUITE 2000

HOLLYWOOD, CALIFORNIA 90028

(213) 661-4030

FOR MARY SUE HUBBARD:

RABINOWITZ, BOUDIN, STANDARD,

KRINSKY & LIEBERMAN BY: ERIC LIEBERMAN

740 BROADWAY, FIFTH FLOOR

NEW YORK, NEW YORK 10003-9518

FOR MARY AND BENT CORYDON:

TOBY L. PLEVIN

10866 WILSHIRE BOULEVARD

LOS ANGELES, CALIFORNIA 90024

(213) 475-0505

FOR BENT CORYDON:

PAUL MARANTZ

P.O. BOX 511

PACIFIC PALISADES, CALIFORNIA 90272

(213) 459-4745

SUPY

MICHAEL W. PETTIT, CSR #2053 OFFICIAL REPORTER



ABLE TO USE THEM IN LITIGATION AND NOT TO GIVE THEM TO ANY OTHER THIRD PARTIES WITHOUT COURT APPROVAL. IT'S STILL DISCLOSED.

THE COURT: LET ME READ THIS.

(PAUSE.)

THE COURT: THIS REALLY DOESN'T ASSIST ME IN DECIDING ANY MERIT ON KEEPING THESE SEALED.

MR. LIEBERMAN: WELL, YOUR HONOR, LET ME BACK UP A MINUTE. WHAT WE HAVE AS A RESULT OF THIS ORDER IS WE HAVE THE ORIGINAL SEALING ORDER BY JUDGE COLE.

THE COURT: LET ME SEE THAT, IF YOU WOULD. I MEAN
THE RECORD SHOULD SHOW THAT THIS FILE INVOLVES SOME 28 OR 29
VOLUMES, AND SO JUST TO CHARACTERIZE AN ORDER PUTS A
TERRIBLE BURDEN ON THE COURT UNLESS YOU GIVE ME A COPY OF
IT.

MR. LIEBERMAN: I UNDERSTAND THAT, YOUR HONOR.

THE COURT: BUT THAT'S WHAT YOU DO IN YOUR PAPERS;
YOU JUST SAY WHAT THE ORDERS SAY WITHOUT EVEN GIVING THE
DATES OF THEM.

MR. MOXON: I'VE GOT IT HERE, YOUR HONOR, IF I MAY BRING THIS UP. I'LL TAKE IT OUT OF THIS BINDER (HANDING).

THE COURT: ALL RIGHT. THANK YOU. NOW, THIS ORDER DESCRIBES DOCUMENTS TO BE TURNED OVER TO THE CLERK AND TO REMAIN IN THE POSSESSION OF THE CLERK TO BE VIEWED BY THE ATTORNEYS OF RECORD OF THE PARTIES LIMITED HERETO. AND THE DESCRIPTION OF THE DOCUMENTS -- THEY ARE NOT CONFIDENTIAL DOCUMENTS. I MEAN WHETHER THEY ARE CONFIDENTIAL OR NOT, THEY ARE NOT PRIVILEGED DOCUMENTS. I MEAN THEY ARE

LETTERS -- WELL, IT'S DESCRIBED AS, "DOCUMENTS AND MATERIALS PROVIDED TO THEM AT ANY TIME BY DEFENDANT ARMSTRONG PERTAINING TO THE CHURCH OF SCIENTOLOGY AS ABOVE REFERENCED IN THE PRECEDING PARAGRAPH OF THIS ORDER AND SPECIFICALLY INCLUDING." AND THEN IT DESCRIBES LETTERS FROM RON L. HUBBARD AND CORRESPONDENCE BETWEEN HUBBARD AND DON PURCELL AND LETTERS AND OTHER DOCUMENTS CONCERNING THE HUBBARD EXPLORATION COMPANY AND OTHERS, BUT THERE'S NOTHING ABOUT THIS ORDER THAT WOULD ALLOW ME AT LEAST TO CONCLUDE THAT MR. LIEBERMAN: WELL, LET ME TRY AND EXPLAIN WHY I

THINK YOUR HONOR SHOULD DO THAT. THE BASIS OF THIS LAWSUIT BY BOTH THE CHURCH AND BY MRS. HUBBARD WAS TO PROTECT PRIVATE INTERESTS IN THESE DOCUMENTS. THESE WERE PRIVATE DOCUMENTS THAT INCLUDED LETTERS, DIARIES, ET CETERA.

THE COURT: PRIVACY GIVES WAY TO DISCOVERY IN

MR. LIEBERMAN: I AGREE WITH YOU, YOUR HONOR. HOWEVER, THERE WAS ALSO A PRELIMINARY INJUNCTION ISSUED

THE COURT: THAT'S NOT AN ABSOLUTE STATEMENT, BUT IT GIVES WAY EXCEPT IN UNUSUAL CIRCUMSTANCES.

MR. LIEBERMAN: WELL, BUT IT GIVES WAY, YOUR HONOR, WHEN IT IS RELEVANT TO OUTSTANDING LITIGATION.

THE COURT: NO. IT'S EVEN BROADER THAN "RELEVANT." IT'S "RELEVANT" OR "MIGHT LEAD TO RELEVANCE."

MR. LIEBERMAN: THAT'S RIGHT. THAT'S RIGHT. NOW, WHAT JUDGE BRECKENRIDGE DID HERE WAS THAT HE SEALED THESE

DOCUMENTS ON THE BASIS OF PRIVACY AND ALLOWED PARTIES TO

COME IN AND MAKE A SHOWING THAT THEY ARE RELEVANT TO

OUTSTANDING LITIGATION. WHAT THE UNITED STATES DID IN THIS

MINUTE ORDER OF FEBRUARY 25TH IS IT CAME IN AND IT ASKED FOR

ABOUT 15 DOCUMENTS, AS YOU SEE FROM THE ORDER. HE DENIED

MOST OF THEM ON THE BASIS OF EITHER PRIVILEGE OR RELEVANCE

AND GRANTED FIVE OF THEM PURSUANT TO A PROTECTIVE ORDER.

THE REASON THE PROTECTIVE ORDER WAS GRANTED WAS PRECISELY

BECAUSE THESE DOCUMENTS CONSTITUTED THE SUBJECT MATTER OF

THE LITIGATION AND HAD BEEN FOUND BY JUDGE BRECKENRIDGE TO

BE PRIVATE AND ENTITLED TO PROTECTION EXCEPT WHERE A

COMPELLING --

THE COURT: I DON'T SEE THAT KIND OF A FINDING BY
JUDGE BRECKENRIDGE. I DON'T SEE ANYTHING LIKE THAT. AND I
WONDER WHAT THE BASIS WOULD BE FOR IT. BASED ON THE HISTORY
OF THIS FILE, I DON'T SEE A BASIS FOR DETERMINING THAT THE
DOCUMENTS PRODUCED PURSUANT TO JUDGE COLE'S ORDER ARE ANY
DIFFERENT THAN ANY OTHER LITIGANT'S DOCUMENTS THAT THEY HAVE
IN THEIR POSSESSION AND THAT WOULD HAVE TO BE PRODUCED IF
THEY WERE INVOLVED IN A LAWSUIT IF THEY WERE EITHER RELEVANT
OR POSSIBLY RELEVANT TO THE ISSUES IN A CASE.

MR. LIEBERMAN: YES. BUT SOMEBODY WOULD HAVE TO MAKE
A REQUEST FOR DISCOVERY. WE WOULD HAVE THE RIGHT TO OPPOSE
IT ON THE BASIS OF IRRELEVANCE AND PRIVACY. THEY WOULD HAVE
TO MAKE A DEMONSTRATION.

THE COURT: BUT YOU'RE NOT SAYING THESE ARE IRRELEVANT.

MR. LIEBERMAN: THEY HAVE NOT SHOWN ANY RELEVANCE,

TO WHETHER OR NOT THEY HAVE BEEN CANDID WITH YOU IN THEIR RESPONSES TO YOUR DISCOVERY REQUESTS.

MR. MORANTZ: YOUR HONOR, I WANT TO HAVE -- IF I MAY APPROACH -- THE OPPORTUNITY TO EXPLAIN TO THE COURT WHY I BELIEVE THE COURT SHOULD NOT MAKE THE ORDER THAT IT IS NOW SUGGESTING, IF I MAY.

THE COURT: ALL RIGHT.

MR. MORANTZ: TO COMMENCE WITH, WE HAVE ATTACHED THE DECLARATION OF A FORMER TOP SCIENTOLOGY OFFICIAL, VICKI ASNARAN, INDICATING THAT DURING THE ACTUAL TRIAL OF THIS CASE THE DISCOVERY REQUEST OF SCIENTOLOGY WAS DISOBEYED — THAT SCIENTOLOGY WOULD DESTROY DOCUMENTS THAT WERE ORDERED PRODUCED BY JUDGE BRECKENRIDGE RATHER THAN PRODUCING THEM. HER DECLARATION IS PART OF THE ORIGINAL MOVING PAPERS TO BE FILED WITH THIS COURT. SECOND, THE DOCUMENTS THEMSELVES WERE NOT ONLY NOT SUBJECT TO ANY PRIVILEGE BUT WERE GIVEN TO MR. ARMSTRONG FOR PURPOSES OF WRITING A BOOK. THEY WERE GIVEN AWAY. SO IT WASN'T SOMETHING AS COUNSEL HAS —

THE COURT: I'M AGREEING WITH YOU. I DO NOT SEE THE
BASIS FOR A PRIVILEGE, BUT THE BURDEN IS ON YOU TO SHOW THAT
THESE FALL WITHIN SOME LEGITIMATE DISCOVERY REQUEST OF
YOURS. AND IF YOU DO THAT, IN OTHER WORDS, IF YOU MAKE A
REQUEST TO WHICH THESE DOCUMENTS ARE RESPONSIVE, THEN THEY
WILL IDENTIFY THOSE DOCUMENTS. AND ULTIMATELY IF YOU
BELIEVE THEY ARE NOT BEING CANDID ABOUT IT, YOU CAN FILE A
MOTION AND SAY, "HERE'S OUR REQUEST. THEY SAID NONE OF
THESE DOCUMENTS ARE RELEVANT." AND THEN I'LL REVIEW IT AND
FIND OUT. BECAUSE THAT'S WHAT WOULD HAPPEN IF THIS HAD

NEVER BEEN SEALED. IF THESE DOCUMENTS HAD NEVER BEEN SEALED HERE, THEN YOU WOULD BE SUBJECT TO THE DEFENDANTS!

CANDIDNESS IN MAKING RESPONSES.

MR. MORANTZ: IT'S NOT QUITE CORRECT, YOUR HONOR.

WHAT HAS HAPPENED WAS THAT BUT FOR THE SETTLEMENT THAT WAS

PLACED ON THIS CASE, ARMSTRONG WOULD HAVE THE DOCUMENTS

INDEPENDENT -- WHAT THEY DID IS IN THE SETTLEMENT -- PART OF

THE SETTLEMENT THEY MADE WAS THAT MR. ARMSTRONG HAS

CONTRACTED AWAY -- HE WILL NOT TALK TO US. THAT WAS PART OF

THE CONTRACT SCIENTOLOGY PLACED ON MR. ARMSTRONG. THAT'S A

MATTER THAT WE'LL BE DEALING WITH IN THE OTHER LITIGATION.

BUT THE FACT REMAINS THAT WE CAN'T MAKE A REQUEST AND ARGUE

WITHOUT SEEING THE DOCUMENTS. WHAT I WOULD SUGGEST AS A

BETTER ALTERNATIVE TO THE COURT IS THAT WE BE ABLE TO VIEW

THE DOCUMENTS BUT NOT COPY THE SAME, THAT WE WOULD THEN MAKE

MOTIONS TO THE COURT IN WHICH THE ACTION IS PENDING FOR THE

COURT TO DETERMINE IF THOSE DOCUMENTS ARE RELEVANT, AND THEN

IF WE BRING BACK AN ORDER --

THE COURT: I'M NOT GOING TO DO IT THAT WAY. HERE'S

THE ORDER: THE COURT'S ORDER OF NOVEMBER 9TH, 1988 IS

CLARIFIED AS FOLLOWS: IT DOES NOT RELATE TO NOR REQUIRE THE

UNSEALING OF EXHIBIT 500-CCCCC, OR 500-5 C'S, THE TWO TAPES,

AUDIO TAPES, NOR TO EXHIBITS -- THE COPY IS SO BAD HERE I'M

LOOKING AT THE -- I GUESS YOU PUT THEM IN YOUR MOVING

PAPERS. HERE IT IS. -- NOR TO DOCUMENTS EXHIBITS 500-5K,

500-5L, 500-50, 500-5P, AND 500-60. WITH REGARD TO THE LAST

FIVE DESIGNATED DOCUMENTS, THIS ORDER IS WITHOUT PREJUDICE

TO A FURTHER MOTION SPECIFICALLY DIRECTED TO THESE DOCUMENTS

L'

IN CONNECTION WITH DISCOVERY IN THE OTHER CASE.

MR. MORANTZ: YOUR HONOR, IF I MAY, THERE'S ANOTHER
PROBLEM I WISH TO ADDRESS THE COURT ON, IF I MAY. IF THE
COURT MAKES AN ORDER AS SUCH, IT WOULD -- IN MY CASES WITH
MR. CORYDON IT WOULD BE A FUTILE EFFORT. I COULD NOT SEND
SUCH A DISCOVERY REQUEST. THE PLAINTIFFS ARE
SCIENTOLOGISTS, NOT THE CHURCH OF SCIENTOLOGY. SO I COULD
NOT ADDRESS -- THEY WOULD BE ABLE TO ANSWER THAT SUCH
DOCUMENTS -- THE CHURCH OF SCIENTOLOGY MIGHT SAY --

THE COURT: THAT'S NOT CORRECT. YOU CAN DO DISCOVERY FROM A NONPARTY.

MR. MORANTZ: YOU MEAN SERVE A SUBPOENA ON THE CHURCH OF SCIENTOLOGY THAT SAID THESE DOCUMENTS IN THIS COURT FILE -- THEY WOULDN'T BE OBLIGATED TO PRODUCE THEM. I COULDN'T SERVE A SET OF INTERROGATORIES ASKING THEM TO IDENTIFY SUCH DOCUMENTS, AND I COULDN'T SERVE ANYTHING ON THEM TO PRODUCE THEM.

THE COURT: YOU CAN DO A DEPOSITION, WRITTEN DEPOSITION QUESTIONS TO A NONPARTY.

MR. MORANTZ: HOW WOULD I DESIGNATE WHICH PARTY WOULD HAVE KNOWLEDGE OF WHAT THE CONTENTS ARE OF THESE PARTICULAR DOCUMENTS?

THE COURT: YOU'RE NOT UNDERSTANDING. I'M NOT
SUGGESTING THAT YOU CAN ASK THEM WHAT IS IN THOSE DOCUMENTS.
THAT'S NOT NECESSARILY RELEVANT. THAT DOESN'T SHOW
RELEVANCE TO YOUR OTHER CASE. YOU CAN GIVE THEM DISCOVERY
ON THE SUBJECTS OF YOUR LAWSUIT. AND I'M SAYING RIGHT NOW
THAT THEY ARE REQUIRED IN ANSWERING ALL OF YOUR DISCOVERY TO

INDICATE WHETHER OR NOT ANY OF THESE FIVE DOCUMENTS ARE
RESPONSIVE TO YOUR DISCOVERY REQUEST. AND IF THEY SO
INDICATE THAT THESE DOCUMENTS OR ONE OR TWO OF THEM OR
WHATEVER ARE RESPONSIVE, THEN YOU WILL BE ABLE TO MAKE A
DISCRETE MOTION WITH REGARD TO THOSE DOCUMENTS. IF THEY
INDICATE THAT, NO, NONE OF THESE DOCUMENTS ARE RESPONSIVE TO
ANY OF YOUR DISCOVERY, THEN YOU MAY MAKE A MOTION, IF YOU
ARE SO INCLINED, TO HAVE THE COURT REVIEW THOSE DOCUMENTS TO
DETERMINE WHETHER OR NOT THEY HAVE TRUTHFULLY RESPONDED TO
YOUR DISCOVERY.

MR. MORANTZ: WHAT I WOULD ASK IS IF I COULD MAKE AN OFFER OF PROOF AS TO THE RELEVANCE OF THE WRITTEN

DOCUMENTS --

THE COURT: WE'RE ALL THROUGH WITH THE HEARING,
COUNSEL. THAT'S THE PROCEDURE WE'RE GOING TO DO.

THINK WOULD BE USEFUL TO CLARIFY AT THIS POINT, AND THAT IS
THE PROCEDURE FOR UNSEALING THE FILES. WE'VE GOT A
SITUATION WHERE THERE ARE CERTAIN DOCUMENTS WHICH YOU'VE
INDICATED WHICH WILL NOT BE UNSEALED AT THE TIME. WE ALSO
HAVE A BACKGROUND HERE WHICH THE TELECTED IN THE ASNARAN'S
DECLARATION OF IMPROPER DEALING WITH DOCUMENTARY EVIDENCE BY
THE CHURCH OF SCIENTOLOGY.

THE COURT: WHAT DO YOU PROPOSE?

MS. PLEVIN: I PROPOSE THAT THE FILE BE UNSEALED IN CHAMBERS UNDER YOUR SUPERVISION WITH A --

THE COURT: I DON'T HAVE TIME TO DO THAT. I'M SORRY.
I'M NOT GOING TO BE A POLICE OFFICER HERE.

Appendix

Defendant Armstrong was involved with Scientology from 1969 through 1981, a period spanning 12 years. During that time he was a dedicated and devoted member who revered the founder, L. Ron Hubbard. There was little that Defendant Armstrong would not do for Hubbard or the Organization. He gave up formal education, one-third of his life, money and anything he could give in order to further the goals of Scientology, goals he believed were based upon the truth, honesty, integrity of Hubbard and the Organization.

From 1971 through 1981, Defendant Armstrong was a member of the Sea Organization, a group of highly trained scientologists who were considered the upper echelon of the Scientology organization. During those years he was placed in various locations, but it was never made clear to him exactly which Scientology corporation he was working for. Defendant Armstrong understood that, ultimately, he was working for L. Ron Hubbard, who controlled all Scientology finances, personnel, and operations while Defendant was in the Sea Organization.

Beginning in 1979 Defendant Armstrong resided at Gilman Hot Springs, California, in Hubbard's "Household Unit." The Household Unit took care of the personal wishes and needs of Hubbard at many levels. Defendant Armstrong acted as the L. - Ron Hubbard Renovations In-Charge and was responsible for renovations, decoration, and maintenance of Hubbard's home and office at Gilman Hot Springs.

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In January of 1980 there was an announcement of a possible raid to be made by the FBI or other law enforcement agencies of the property. Everyone on the property was required by Hubbard's representatives, the Commodore's Messengers, to go through all documents located on the property and "vet" or destroy anything which showed that Hubbard controlled Scientology organizations, retained financial control, or was issuing orders to people at Gilman Hot Springs.

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A commercial paper shredder was rented and operated day and night for two weeks to destroy hundreds of thousands of pages of documents.

During the period of shredding, Brenda Black, the individual responsible for storage of Hubbard's personal belongings at Gilman Hot Springs, came to Defendant Armstrong with a box of documents and asked whether they were to be shredded. Defendant Armstrong reviewed the documents and found that they consisted of a wide variety of documents including Hubbard's personal papers, diaries, and other writings from a time before he started Dianetics in 1950, together with documents belonging to third persons which had apparently been stolen by Hubbard or his agents. Defendant Armstrong took the documents from Ms. Black and placed them in a safe location on the property. He then searched for and located another twenty or more boxes containing similar materials, which were poorly maintained.

On January 8, 1980, Defendant Armstrong wrote a petition to Hubbard requesting his permission to perform the research for a biography to be done about his life. The petition states

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research assistant, office supplies and any rarchival and interview materials in connection with the writing of the Work.

The "research assistant" provided to Mr. Garrison was Defendant Armstrong.

During 1980 Defendant Armstrong exchanged correspondence with Intervenor regarding the biography project. Following his approval by Hubbard as biography researcher, Defendant Armstrong wrote to Intervenor on February 5, 1980, advising her of the scope of the project. In the letter Defendant stated that he had found documents which included Hubbard's diary from his Orient trip, poems, essays from his youth, and several personal letters, as well as other things.

By letter of February 11, 1980, Intervenor responded to Defendant, acknowledging that he would be carrying out the duties of Biography Researcher.

On October 14, 1980, Defendant Armstrong again wrote to Intervenor, updating her on "Archives materials" and proposing certain guidelines for the handling of those materials.

It was Intervenor who, in early 1981, ordered certain biographical materials from "Controller Archives" to be delivered to Defendant Armstrong. These materials consisted of several letters written by Hubbard in the 1920's and 1930's, Hubbard's Boy Scout books and materials, several old Hubbard family photographs, a diary kept by Hubbard in his youth, and several other items.

Defendant Armstrong received these materials upon the Order of Intervenor, following his letter of October 15, 1980,

Hubbard and was convinced that any information which he discovered to be unflattering of Hubbard or contradictory to what Hubbard has said about himself, was a lie being spread by Hubbard's enemies. Even when Defendant Armstrong located documents in Hubbard's Archives which indicated that representations made by Hubbard and the Organization were untrue, Defendant Armstrong would find some means to "explain away" the contradictory information.

Slowly, however, throughout 1981, Defendant Armstrong began to see that Hubbard and the Organization had continuously lied about Hubbard's past, his credentials, and his accomplishments. Defendant Armstrong believed, in good faith, that the only means by which Scientology could succeed in what Defendant Armstrong believed was its goal of creating an ethical environment on earth, and the only way Hubbard could be free of his critics, would be for Hubbard and the Organization to discontinue the lies about Hubbard's past, his credentials, and accomplishments. Defendant Armstrong resisted any public relations piece or announcement about Hubbard which the L. Ron Hubbard Public Relations Bureau proposed for publication which was not factual. Defendant Armstrong attempted to change and make accurate the various "about the author" sections in Scientology books, and further, Defendant rewrote or critiqued several of these and other publications for the L. Ron Hubbard Public Relations Bureau and various Scientology Organizations. Defendant Armstrong believed and desired that the Scientology Organization and its leader discontinue the perpetration of the 111

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massive fraud upon the innocent followers of Scientology, and the public at large.

Because of Defendant Armstrong's actions, in late November of 1981, Defendant was requested to come to Gilman Hot Springs by Commodore Messenger Organization Executive, Cirrus Slevin.

Defendant Armstrong was ordered to undergo a "security check," which involved Defendant Armstrong's interrogation while connected to a crude Scientology lie detector machine called an E-meter.

The Organization wished to determine what materials
Defendant Armstrong had provided to Omar Garrison. Defendant
Armstrong was struck by the realization that the Organization
would not work with him to correct the numerous fraudulent
representations made to followers of Scientology and the public
about L. Ron Hubbard and the Organization itself. Defendant
Armstrong, who, for twelve years of his life, had placed his
complete and full trust in Mr. and Mrs. Hubbard and the
Scientology Organization, saw that his trust had no meaning and
that the massive frauds perpetrated about Hubbard's past,
credentials, and accomplishments would continue to be spread.

Less than three weeks before Defendant Armstrong left
Scientology, he wrote a letter to Cirrus Slevin on November 25,
1981, in which it is clear that his intentions in airing the
inaccuracies, falsehoods, and frauds regarding Hubbard were
done in good faith. In his letter he stated as follows:

"If we present inaccuracies, hyperbole or downright lies as fact or truth, it doesn't matter what slant we give them, if

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Date JULY 20, 1984 SUPERI COURT OF CALIFORNIA, COUNTY OF LOS A. HES HONORABLE G BRECKENFIDGE, JR JUDGE

J ANDERSON, COURT ATTENDANT

E HART

. Deputy Cierk

NONE (Parties and counsel checked if present)

C 420 153

CHURCH OF SCIENTOLOGY OF

CALIFORNIA.

GERALD ARMSTRONG. .

Counsel for Plaintiff

Counsel for Defendant

MARY SUE HIBBARD - INTERVENOR

NATURE OF PROCEEDINGS REQUEST OF DEFENDANT THAT MEMORANDUM BE DEFNED STATEMENT OF DECISION

Plaintiffs not having requested such, the Court grants defendant's motion, and the Memorandum of Intended Decision will henceforth be deemed the Court's "Statement of Decision".

A copy of this minute order is mailed to all counsel.

PENTHOUSE

a serious dialogue between readers and editors concerning the editorial content of *Penthouse*—its aspirations and its press of interest Letters for publication should carry name and address (in capitals, please), although these will withheld on request, by the Editor Send to Penthouse Feedback, Penthouse international, Ltd. 1965. Broadway.

New York, N Y 10023-5965, Views published are not necessarily endorsed editorially.

Editors' note: The interview with L. Ron Hubbard, Jr. (aka Ron DeWolf), which was published in the June 1983 issue of Penthouse, was one of the most controversial features that ever appeared in the magazine. In the interest of fairness, we are now publishing the other side, as presented by the Reverend Heber Jentzsch, President of the Church of Scientology;

With over fifty years of writing behind him, L. Ron Hubbard has become a combination of myth, fact, and legend. His New York Times best-selling novel Battlefield Earth is no myth. Nor are the hundreds of awards and recognitions he has received for his contributions to social rehabilitation and humanitarian programs. (Some are pictured on page 32.) The following is an exclusive account about one of the most colorful men of our time.

It was a great story. An exclusive.

The editors were, naturally, excited.

The reclusive leader of a multi-million-dollar empire had not been seen in public for years and had refused any media contact. But now someone had a direct "inside line" and the story was going to be told for the first time.

But the promised story never appeared. The recluse had suddenly and unexpectedly spoken out and the "autobiography" of Howard Hughes was exposed as a hoax. Clifford Irving, the writer who had promised the world a story about Howard Hughes, became the story instead. Irving and his wife pled guilty and were sent to jail for seventeen months.

Ronald Edward DeWolf, a \$500-a-month Carson City, Nev., apartment-house manager, also had a story. Although he had not seen his estranged father, best-selling author and philosopher L. Ron Hubbard, for twenty-four years, DeWolf was convinced it didn't matter. Like Irving, DeWolf did not expect his target to speak out. He knew that his father preferred his privacy and would decline to make any public appearances. Thus DeWolf thought the stage was his to use with impunity

DeWolf's unlikely forum was a small probate court in Riverside, Calif., where he filed a petition, in November 1982, claiming that his father was either dead, missing, or incompetent to handle his affairs and that the estate should be turned over to DeWolf.

The key was publicity. All DeWolf had to do was to create an uproar with allegations the media love to print and then wait 28 PENTHOUSE

either for the full estate or a healthy settlement.

The plan probably seemed simple enough. The last thing DeWolf expected was that the court would ask DeWolf to pay and Hubbard's right to privacy strengthened by the court. Like Irving, DeWolf made one serious mistake: "I felt it was about time that I quit fooling around and being a child and quit messing about and lay the facts on the line and say what I have been doing is a whole lot of lying, a whole lot of damage to a lot of people that I value highly"—Ronald DeWolf, videotaped interview, Nov. 7, 1972.

Publicly lying and then privately recanting is not new to Ron DeWolf. He has virtually made it a profession.

It was 1972 in Los Angeles. Clifford Irving had pled guilty a few months before. Ron DeWolf leaned back in the chair, waiting for the private TV interview to start. This would be the second recantation of public statements he had made about Hubbard and the Church of Scientology.

He pulled on the cigarette and joked nervously about the TV camera being readied in front of him. The clock behind him was a guarantee that DeWolf could not claim later that the film was altered or edited in any way.

The precautions were not uncalled for. Three years earlier, on September 22, 1969, DeWolf had recanted his 1967 statements to the Internal Revenue Service—and then changed his mind. This time it would be recorded on film.

"Okay, we're ready," came the voice. The second recantation of Ron DeWolf had started.

After verifying that he knew that he was being filmed and that he was appearing of his own free will, without coercion or compensation of any kind, the interview moved into the allegations.

DeWolf stated that he had left the church and his father in 1959 and had been spreading various allegations about both over the last nine years. DeWolf said he felt that "it was time to really tell the truth... let the facts and truth be known and to stop doing things like making rather blatant lies, and that kind of thing."

After reading a new affidavit that said his 1967 sworn testimony against the church was "incomplete" and "misleading," DeWolf was asked about allegations that he had made against Hubbard and the church. One by one, he recanted them for the TV camera:

 That Hubbard makes personal profit from the church. DeWolf: "I actually be-



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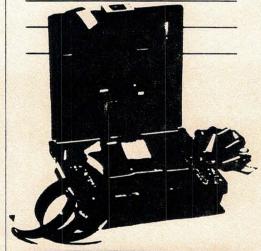
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- That church confessionals were used to put "leverage" on people DeWoif "That is untrue."
- That Scientology breaks up families
 DeWolf: "No, I've been married nineteen
 years and mine is still together."
- That Scientology harms people De-Wolf: "No, no, it was an incorrect statement, because as far as I'm concerned Scientology does do what it says it can do."
- That there had been kidnapping. DeWolf: "That was pure fiction; just off the top of my head and so the [Pause.] as far as the various statements I have made were concerned, they were wrong and I regret them." The interviewer nodded as DeWolf went on. "And as far as I'm concerned, I wish to make these right. And I think my request to do this, and it is my request to do it, like being videotaped on November 7 at—the time is two—that this tape is not edited, that it has been continuous and it is by my request."

The second recantation of Ron DeWolf was over.

In the weeks and months to come, DeWolf corrected other statements he had made over the years. On January 26, 1973, he wrote a British author, saying that he (DeWolf) had not been a leading official of the church, as he had claimed; that his father had not abused his mother, as DeWolf had falsely claimed; that Hubbard had never mistreated him; and that permission to use these earlier claims was withdrawn.

On February 5, 1973, DeWolf wrote to New York radio station WBAI to tell them that his statements made on August 17, 1972, were false, vindictive, malicious, unfounded in fact, and unsupported in documentation. He asked that the program not be rebroadcast or reused.

Ten years later, however, the Clifford Irving of Scientology was back again.

When L. Ron Hubbard's book *Battle-field Earth* was released in 1982, reviewers characterized the novel as if they were actually characterizing the author.

The Baltimore Evening Sun, for example, said, "Think of the Star Wars' sagas, and 'Raiders of the Lost Ark," mix in the triumph of 'Rocky I," Rocky II' and 'Rocky III' and you have captured the exuberance, style and glory of Battlefield Earth."

The same could be said of Hubbard's life. The difference between the book and the man is that the book is "fiction." L. Ron Hubbard is not.

Whether he was sailing across the Pacific, learning the songs of an Indian tribe that had just made him a blood brother panning for gold, shaking hands with the president of the United States, or barnstorming across the Midwest, L. Ron Hubbard's youth was filled with enough adventure for a hundred lives. While fellow students struggled over dusty textbooks Hubbard was soaring in a glider and breaking records for time aloft or plowing

schooner.

During it all. Hubbard kept records of his experiences, observations, and ideas. They show a rare, natural mastery of the language that allowed him to turn professional, in 1932, with a series of articles about his aerial experiences for a national aviation magazine. Two years later, he also began to write fiction as a means of expressing his ideas.

Hubbard also had a skill so rare among writers that it was legendary within the profession-speed. While others outlined and plotted and sketched stories that went through draft after draft, Hubbard's ability to plot and write a story from beginning to end without stopping became a legend among writers who saw him at work. "I had never seen anything like it and haven't still," recalls author A. E. Van Vogt. "He would pour out the pages without stopping, tossing them on the floor and putting another one in the typewriter to continue until the story was done. It had to be seen to be believed and even then it was astounding."

The hours or days that other writers spent toiling over outlines, sketches, drafts, and rewrites, Hubbard spent studying his favorite subject—people. Anyone with a new or unique experience was collared by the flamboyant redhead and kept until the late hours of the night as if they held the final answer to a question that only Hubbard knew. Then, closeting himself (sometimes for days), he would write nonstop, until the ideas were exhausted. Then he could venture out again to look, question, and devour information before returning to his typewriter to begin the process again.

By 1941, Hubbard was writing so much that he had to use over a dozen pen names to handle editors who felt that the same writer should not appear in every issue—let alone more than once in the same month. The Second World War gave his life a new direction.

Because he loved the sea, Hubbard joined the navy. During his career as a commissioned officer, he trained entire crews to prepare the ship for active duty. How many of them, he wondered as he watched them leave, would end up as a medal on the chest of an armchair admiral in Washington?

Hubbard refrained from writing for two years. Instead, he tried to live between the demands of the naval bureaucracy and his responsibility to his crew. In free moments, he looked out at the sea as if the elusive answer would appear on the horizon. Finally, the frustrations compelled him to begin a journal as his only solace. My salvation is to let this roll over me, Hubbard wrote, "to write, write, and write some more. To hammer keys until I am finger worn to the second joint and then to hammer keys some more To pile up copy, stack up stories, rull the wordage. and generally conduct my life along the primary line of success I have ever had. I



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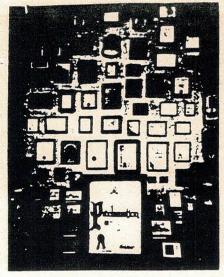
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L. Ron Hubbard, founder of the Scientology religion, with some of the awards he has received for his humanitarian programs.

write. I can always write. But to write I must be me. Peeping around a corner," he said prophetically, "there may be the eye and feeler of a philosophy which will let me do this."

Later, in 1944, he wrote, "I know that I mean good toward everyone and everything, that I would not willfully injure anyone no matter what the gain; I feel that I would, in some unclear way, improve the world and that all of my energies are bent toward a reformation for the better and the raising of my fellow man."

With the end of the war, Hubbard was suddenly adrift. He tried to return to his earlier life but his wife had sunk into alcoholism and took the children, including DeWolf, to run off with another man. The few brief years with the navy had left deep scars and impressions. The unanswered question that had been driving him now began to eat away at his very existence. Friends were worried at the difference between the man who had gone to war and the one who had returned. His face was pale and contorted in pain or worry, the eyes dulled and nearly pulled closed as he tried to block out the light that blinded him. The body, usually ramrod straight, was bent, and at times he could barely walk. Burdened with their own problems and embarrassed, they turned away.

Two years later, Hubbard's friends were again astonished. The vibrancy had suddenly reappeared, and the redhead was more buoyant than ever. He joked and sang and laughed again. The sparkle had not only returned to the wide, bright gray eyes but they had taken on a gleam that signaled something unusual had happened. The color had returned to his face and his life. Something had happened and Hubbard was eager to share it.

There was, Hubbard explained, a single cause of human misery and upset that had been completely missed by all the "experts" and "scholars." Finding it and handling it lifted a person from a dark prison of misery to a bright new outlook on life.

The source of misery was not innate but acquired, he said, during moments of pain and unconsciousness (even for a split second) that were recorded as mental-image pictures. They acted like hidden, hypnotic commands on the person and were why people went crazy, became criminals, or turned into invalids when there was nothing physically wrong.

Because the mental recordings were made while the person was unconscious, Hubbard explained, the person could not recall them. Thus, no one knew of their existence. However, Hubbard had found a means of recalling them safely and releasing a person from them. Drugs, hypnosis, electric shock, or other psychiatric methods were not to be employed, he warned. These techniques merely implanted commands, but, he said, the method he had designed could handle them.

He called the method "Dianetics" (dia, "through"; nous, the mind, or in the Greek, "soul." Thus "Dianetics" was "what the soul does to the body").

The first announcement of Dianetics appeared in the 1950 Winter-Spring issue of the magazine of the prestigious Explorer's Club. (Hubbard has been a member since 1938.) Titled "Terra Incognita: The Mind," the article was his first published account of the new philosophy. On May 9, 1950, his book Dianetics: The Modern Science of Mental Health exploded across the country as a national best-seller, with Hubbard boldly announcing that he had found a means of unlocking the human potential by locating and neutralizing heretofore unknown "hidden commands" in people.

Unbeknownst to Hubbard, he was about to cross swords with a top-secret government program designed to intentionally implant 'hidden commands' in people.

The Central Intelligence Agency's mind-control program officially began in 1947 but the world at large would not learn about it until 1975. A Freedom of Information Act request by John Marks, co-

author of The CIA and the Cult of Intelligence, tapped the agency's program, known by the code name "MKUL-TRA" (pronounced "em-kay-ultra"). The program was a chilling enactment of George Orwell's 1984 world of Big Brother. Utilizing drugs, hypnosis, radiation, and a host of electronics, MKULTRA sought "to devise operational techniques to disturb the memory, to discredit-people through aberrant behavior, to alter sex patterns, to elicit information and ... to program individuals to carry out any mission of espionage or assassination, even against their will ... even against such fundamental laws of nature as self-preservation." The early stages of the program were intended to test means of producing or blocking interrogation, or anti-interrogation, methods.

Hubbard, meanwhile, was enjoying the success of his *Dianetics* book. People were responding enthusiastically and offering opportunities for further research into the subject at the new Dianetic Research Foundation. Thus, it was only a matter of time before victims of the government mind-control program walked in the front door.

When they did, it didn't take Hubbard long to realize that he was not dealing with ordinary human problems in these people. He had been researching the basic problems of life and existence. He never expected to stumble across a top-secret military-intelligence program.

Hubbard did not have a name for this phenomenon. ("Brainwashing" had yet to become a popular term and "mind control" was years away.) So he called it by the techniques that were used on its victims: "pain-drug hypnosis" (PDH).

Dianetics foundations, Hubbard said, found PDH "so appallingly destructive to the personality—that a wider investigation was undertaken to discover just how many people one could find within easy reach who had been given pain-drug hypnosis."

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research. In August 1951, with the publication of his next book, Science of Survival, twenty-four years before John Marks's discovery.

"There is another form of hypnotism which has been a carefully guarded secret of certain military and intelligence organizations." Hubbard announced "It is a vicious war weapon and may be of considerably more use in conquering a society than the atom bomb. This is no exaggeration. The extensiveness of the use of this form of hypnotism in espionage work is so wide today that it is long past the time when people should have become alarmed about it."

Countering a popular myth of the time that a hypnotized person could not be made to do anything that they would not do while awake. Hubbard said that the difference between PDH and hypnotism was that the latter at least begins with the person's consent. PDH, however, can override the person's consent and completely wipe out not only the victim's memory but his moral code. "It has been discovered that a drugged individual when beaten and given orders would almost invariably obey these orders regardless of the degree to which they flouted his moral tone or his position or his best interest in life," Hubbard wrote.

Hubbard's account continued with a scenario that must have sent a chill through the secret back rooms of the CIA,

distribility programs were monitored "Before Dianetics," Hubbard wrote in Science of Survival, "the widespread use of this practice was unsuspected, simply because there was no means by which one could even detect the existence of pain-drug-hypnosis. An individual might be given pain-drug-hypnosis on Tuesday night and wake up Wednesday morning without knowledge of the fact that he had been slugged when he stepped out of his car, given an injection. painfully beaten but not so as to leave any marks, and put quietly into his own bed. This individual does not know that anything has happened to him, nor will he suspect it even when he is confronted with the fact that his conduct is extremely changed along certain lines. This individual, if the criminal operator desired it, would actually obey the commands to the point of striking up a friendship with some person the operator indicated, thereafter conducting his business along lines suggested by this 'friend.' '

PDH, Hubbard concluded, "can be done without the knowledge of the individual and can command him to do things which are not only counter to his own survival but highly immoral or destructive."

CIA records allegedly do not exist to describe the reaction at the agency's head-quarters to Hubbard's Science of Survival when it arrived with a detailed account of how their top-secret program operated, but MKULTRA documents obtained via

ater do show that there was some fast reorganization. The program's then-code
name was changed from BLUEBIRD to
ARTICHOKE (it later became MKULTRA,
the name it was finally known by) and
moved from the CIA's Office of Scientific
Investigation, which had given birth to the
project in 1947, to the Office of Security.
While these changes were not publicly visble, there were some reactions everyone
could see.

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John Marks's request (went, 10):

As Hubbard would describe it years later. "All hell broke loose."

While Hubbard and those working with him expected some resistance from the psychiatric establishment, they were not ready for the assault that suddenly and inexplicably began. Foundations researching the promise of Dianetics came under investigation. Internal Revenue Service units swept in to audit books around the clock. Dianetics groups were started by total strangers and then thrown mysteriously into bankruptcy. From New Jersey to Kansas City to Los Angeles, Hubbard was the target of a barrage of lawsuits, including one attempting to capture his estate and the copyrights to all of his works. a tactic that would be employed again thirty years later, with similar failure. With thousands of Americans leaving the futility of psychoanalysis, the American Psychiatric Association (APA) joined with the American Medical Association to condemn Dianetics as "dangerous" and call Hubbard a "fraud" (while CIA funds were secretly supporting further APA-sanctioned experiments). The Federal Bureau of Investigation joined in the fray with allegations that Hubbard's groups contained Communists" (during the height of the McCarthy era and despite Hubbard's long-term public anti-Communist position in his writings and lectures).

The media avidly reported every allegation made against Hubbard and the "controversy" that was suddenly swirling around Dianetics. Instead of reporting or investigating Hubbard's warning that a new "vicious war weapon" was being created and aimed at the American public, journalists tried to paint Hubbard as "crazy" and someone to be completely distrusted and disbelieved—no matter what he said. On top of it all, Hubbard was reported as "missing" by the media.

However, Hubbard was not missing then, any more than he has ever been. He had moved to Phoenix, Ariz., and was busy responding in the way he knew best—by writing. While the public continued to support his ideas and the government-media blitz rolled on, Hubbard would "write, write, and write some more." This time it was about the philosophy he had been seeking a decade before. Now, his research and writing led him beyond the domain of the human condition and Dianetics.

Hubbard needed a new word for his latest development and caffed it "Scientology," from the words "scios" (to know)



"One more screwup and you can find yourself another photographer."

at 1 cycs the sludy of knowing how to know," or the study and the handling of the spirit in relationship to itself, universes and other lifes." (Thus Dianetics was a "materialistic viewpoint" of the problem.)

Man is, Hubbard said, more than a mind with mental-image pictures and a body. He is a spiritual entity with potentials greater than anyone has ever imagined. Hubbard revealed his discoveries in a series of lectures beginning in Phoenix in the summer of 1952.

The evolvement of Hubbard's research into the spirit forced a discussion about the nature and direction of Scientology. If Dianetics in dealing with the nature of the mind was a "mental science" (it was certainly not "psychology"), then Scientology, in dealing with man as a spiritual entity, was, without doubt, a religion. Although the Arizona group (the Hubbard Association of Scientologists International) was already a religious fellowship when DeWolf arrived, in the summer of 1952, a proposal was put to Hubbard to form a church. Hubbard conceded and the Church of Scientology was formed in 1954 in-of all places-Washington, D.C., across the Potomac from the CIA's mind-control headquarters. (Contrary to some misconceptions, it was author George Orwell who said a person could make money with a new religion. See his Collected Essays, Volume 1, page 304, where he writes, on February 16, 1938, "But I have always thought there might be a lot of cash in starting a new religion. . . . '')

Hubbard did not give up his concern about PDH with the 1951 publication of Science of Survival. In 1955, he emphatically warned all Scientologists that psychiatry had "armed itself with several new drugs" including something known as "LSD." The drug, Hubbard said, "has the total goal of driving persons insane." He said that LSD-PDH cases were being sent into their congregations to go crazy "just long enough to convince people" that Scientology was dangerous. All such instances were to be reported to the authorities, he said.

While Hubbard had to wait twenty-four years for others to find out that there had. indeed, been the PDH-mind-control program that he had revealed in 1951, it did not stop him from attacking what he viewed as the heart of any future mindcontrol program, as well as the ruin of the country itself-drugs, including alcohol.

Hubbard saw the effects of drugs and alcohol on his men in the navy and on his first family. He watched men in hospitals succumbing faster to a drug than to the disease or injury it was intended to treat. He had lost friends to the deadly chemicals and had resolved that he would defeat that problem if he defeated no others. There were simply too many lives being wasted, too many families being destroyed, and too many countries giving up on finding a workable approach.

recognized for their effectiveness in combating the drug problem facing every community. From street gang to church, from prisons to private homes, Hubbard's methods of freeing an individual from the effects of poisonous and addictive drugs are in daily use and are growing in popularity and application. Individuals, groups, and cities have commended Hubbard for his innovative discoveries and contributions to the field (as well as to other humanitarian efforts such as criminal rehabilitation, education, and the dignity of the elderly).

From Sacramento, Calif., to Milano, Italy, to Gratis, Ohio (where he took local townspeople flying while barnstorming there, in 1931), Hubbard has been remembered and acknowledged. Hundreds of proclamations and citations have been given to him from around the world for his work and interest in people. Days of the week and months of the year have been proclaimed in his honor. Scores of cities have made him an honorary citizen.

In turn, Hubbard has continued to attack the drug-abuse problem. His theory that drug "flashbacks" stem from chemical residuals released from storage in the body's fat cells is being medically substantiated in independent studies.

Even victims of Agent Orange, the poisonous defoliant used in the Vietnam War. are responding favorably to what is now known as the Hubbard Method of Detoxification (commonly known as a "purification" process). One typical case involved a veteran poisoned with the defoliant in Vietnam and suffering from open sores and other seemingly irreversible conditions. He and his wife had suffered through several miscarriages while trying to start a family after his overseas tour and were about to give up due to the continual danger to both mother and child. But after undergoing and completing the medically supervised "purification" regimen, the sores and other maladies disappeared. Their first child followed, in perfect health.

Lucille Surber, of Minneapolis, Minn., has a different story. At seventy-two years of age, she is a licensed civil-air-observers pilot (and reportedly the oldest) thanks, she says, to Hubbard's methods. Crippled to the point that she could not move, she was able to recover sufficiently to literally "fly" through life

The list of people who credit Hubbard's methods range from the famous (TV sportscaster and former San Francisco Forty-niners quarterback John Brodie, jazz greats Stanley Clarke and Chick Corea, award-winning designer Angelo Donghia, David Fuller, choreographer for the musical Evita, and others) to the anonymous-those of us who make up the

Hubbard has responded as he always has-he writes. He is also an accomplished photographer, musician, composer, mariner, cinematographer, philanthropist, explorer, and pilot and a friend to

Fon De Wolf, on the other hand, who had pled bankruptcy three times, hoped for millions and ended up with a courtcosts bill. Meanwhile, he had to admit in sworn depositions:

 That he had been motivated by money to file the petition to capture his father's estate (the original petition said he was seeking to "protect" it).

• That he was operating on the advice of a personal-injury attorney, Michael J Flynn, of Boston, who wrote the petition and designed the allegations because DeWolf, having no personal knowledge of Hubbard or Scientology beyond 1959, was in no position to act on his own.

Meanwhile, he also had to admit that it was he, not Hubbard, who had been giving hallucinogens to kids. He had given drugs to his teenage children.

The attempt to grab Hubbard's estate did not work well for either DeWolf or Flynn, Flynn was disqualified from acting as DeWolf's counsel in the proceeding because of an obvious conflict of interest. Flynn, operating on a split-fee agreement with his clients, has sought to extract large sums of money from the church with the filing of a series of "carbon copy" suits that prompt bad publicity for Scientology. Meanwhile, he was initiating DeWolf's court action to "protect" Hubbard's estate. The conflict was heightened by Flynn's claiming Hubbard and Scientology was a "fraud" in some court actions and arguing that Hubbard's works were of "inestimable" value elsewhere

As the DeWolf-Flynn tandem was unable to substantiate any of their allegations, the judge threw the case out of the court. Subsequently, the court found Flynn in contempt. To add insult to injury, the court ordered DeWolf to pay costs. To a \$500-a-month-apartment-house manager and an unpaid attorney, it was an expensive plan.

In the end, it is the oft-repeated story of the child who cannot live in the shadow of a famous and successful parent coupled with a money-motivated (according to statements from his firm to this writer) attorney.

L. Ron Hubbard, meanwhile, continues to be a best-selling author, more popular than ever and his life more colorful than

ever.

With apologies to the Baltimore Evening Sun, perhaps their review of Battlefield Earth should have read, "Think of the 'Star Wars' sagas, and 'Raiders of the Lost Ark,' mix in the triumph of 'Rocky I,' 'Rocky II' and 'Rocky III' and you have captured the exuberance, style and glory of ... " L. Ron Hubbard's life. - The Reverend Heber Jentzsch, President, Church of Scientology, International.

Note: You may write to the Office of the President, Church of Scientology, International, 4751 Fountain Avenue, Hollywood, Calif. 90029, for any documents in support of the above information. Ot

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